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STATE OF MONTANA
BOARD OF INVESTMENTS

AUDIT REPORT

Conducted Under Contract By
Arthur Andersen & Co.

June 30, 1979

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STATE OF MONTANA
BOARD OF INVESTMENTS

AUDIT REPORT

The Legislative Audit Committee

of the Montana State

Conducted Under Contract By
Arthur Andersen & Co.

Transcribed by the Office of the Auditor for the Board of
Investments for the period ending

June 30, 1979

The audit was conducted by Arthur Andersen and Company, C.P.A.s, under a contract between the two organizations. The comments and recommendations contained in this report represent the views of the firm and not necessarily the Legislative Auditor.

The agency's written response to the report recommendations is included in the back of the audit report.

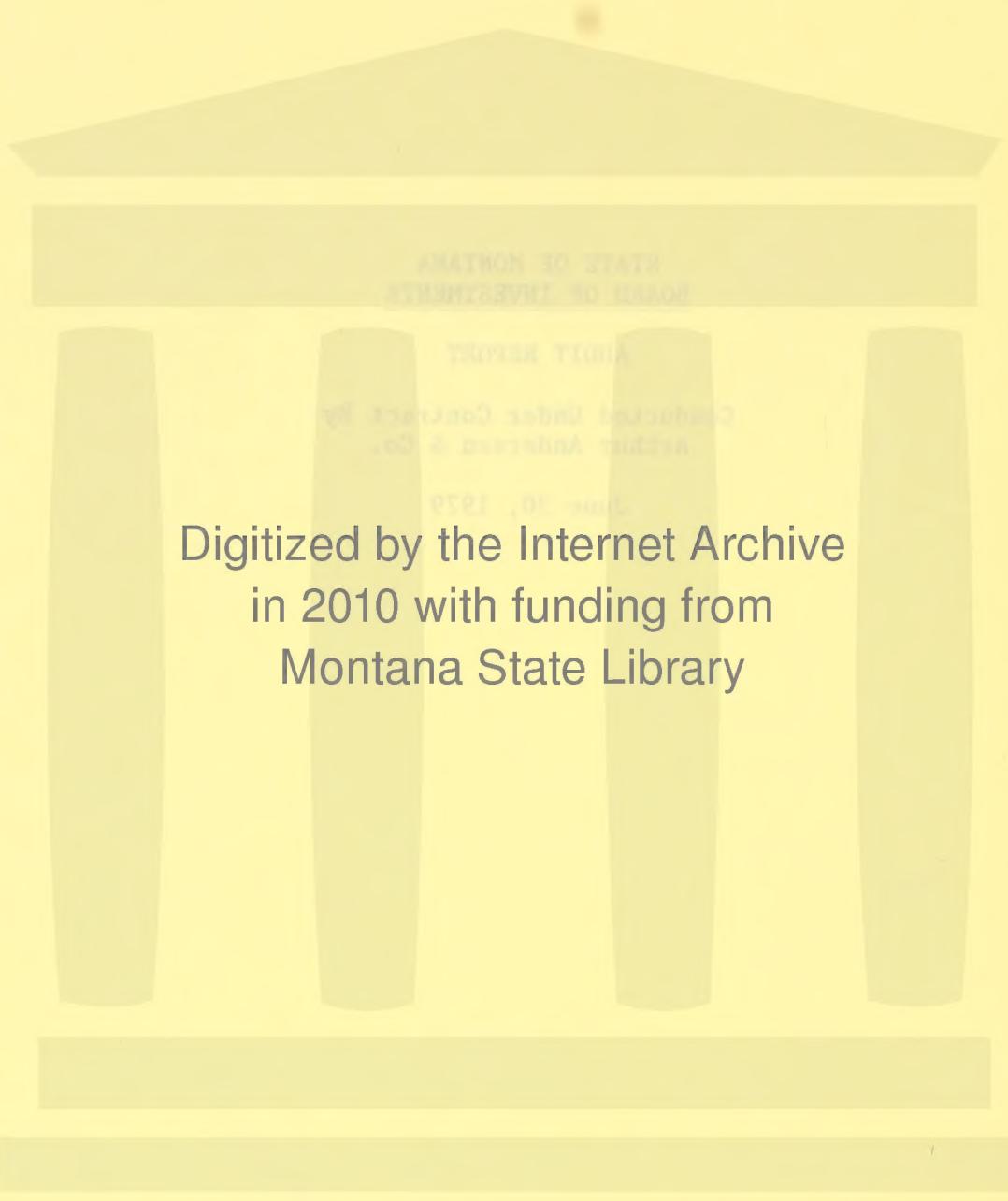
Respectfully submitted,

Morris J. Bravell

Morris J. Bravell, C.P.A.
Legislative Auditor

MSB:js

July 10, 1979



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STATE OF MONTANA

Office of the Legislative Auditor

STATE CAPITOL
HELENA, MONTANA 59601
406/449-3122



MORRIS L. BRUSSETT, C.P.A.
LEGISLATIVE AUDITOR

October 1979

ELLEN FEAVER, C.P.A.
DEPUTY LEGISLATIVE AUDITOR
JOHN W. NORTHEY
STAFF LEGAL COUNSEL

The Legislative Audit Committee
of the Montana State Legislature:

Transmitted herewith is the report on the audit of the Board of Investments for the year ended June 30, 1979.

The audit was conducted by Arthur Andersen and Company, C.P.A.s, under a contract between the firm and our office. The comments and recommendations contained in this report represent the views of the firm and not necessarily the Legislative Auditor.

The agency's written response to the report recommendations is included in the back of the audit report.

Respectfully submitted,

Morris L. Brusett

Morris L. Brusett, C.P.A.
Legislative Auditor

MLB/je

Enclosure

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STATE OF MONTANA BOARD OF INVESTMENTS

OVERVIEW OF AUDIT

JUNE 30, 1979

Our examination of the financial statements of the State of Montana Board of Investments was conducted primarily to enable us to render an opinion as to the fairness of their presentation. Included in this report are our opinions on the June 30, 1979 financial statements expressed in our auditors' reports dated September 11, 1979. In conjunction with our examinations, the Montana legislative auditor specifically requested that our audit procedures include the following:

1. Review all state laws applicable to the Board and determine the Board's compliance therewith;
2. Physically examine all securities held by the Treasurer's office at June 30, 1979 and confirm with the holding institution those securities held in safekeeping;
3. Confirm with the servicing institution, the outstanding balances for all mortgages and SBA loans owned at June 30, 1979;
4. Examine all mortgages and related documents at specified bank locations;

5. Test the accuracy of individual securities listed in the portfolio;
6. Test Short-Term Investment Pool transactions to determine compliance with established guidelines for operation of the pool;
7. Examine minutes of the monthly Board of Investments' meetings.

During our examination, several items came to our attention which should be considered by the Board and which have been transmitted to the Board under the title "Memorandum of Suggested Improvements in Accounting Procedures and System of Internal Control". These items were considered by us during our examination; however, they do not modify the opinions expressed in our auditors' reports. The Board's actions relating to these suggestions should result in improved procedures and controls in future periods.

STATE OF MONTANA BOARD OF INVESTMENTS

APPOINTIVE AND ADMINISTRATIVE OFFICIALS

JUNE 30, 1979

BOARD OF INVESTMENTS

Dean H. Albert, Chairman	Term Expires January 5, 1981
John MacMillan	Term Expires January 5, 1981
Patricia P. Douglas	Term Expires January 5, 1981
Jay Lalonde	Term Expires January 1, 1983
John A. Hauf	Term Expires January 1, 1983

ADMINISTRATIVE OFFICIALS

David M. Lewis	Director, Department of Administration
James R. Howeth	Investment Officer

STATE OF MONTANA BOARD OF INVESTMENTS

SUMMARY OF RECOMMENDATIONS

JUNE 30, 1979

As a separate section in the front of each audit report, we include a listing of all recommendations together with a notation as to whether the agencies concur or do not concur with each recommendation. This listing serves as a means of summarizing the recommendations contained in the report and the related agencies' replies thereto and also as a ready reference to the supporting comments. The full text of the recommendations and the agencies' replies thereto are included under the title "Memorandum of Suggested Improvements in Accounting Procedures and System of Internal Control".

Page

Securities in Safekeeping -

The Treasurer's Office should reconcile PMS reports with those received from Manufacturers Hanover Trust Company of New York (Manufacturers)

17

Board reply - Concur. See page 23.

Treasurer's Office reply - Concur. See page 21.

Manufacturers should not comingle securities and should therefore be instructed to account for securities in the proper fund.

17

Board reply - Concur. This recommendation was implemented on September 18, 1979. See page 23.

Treasurer's Office reply - Concur. See page 21.

Page

The Board and the Treasurer's Office should follow up with Manufacturers as to the location of a misplaced security.

17

Board reply - Concur. See page 23.

Treasurer's Office reply - Concur. See page 21.

Physical Examination of Mortgages -

The Board should instruct certain mortgage servicing agencies to update and complete their mortgage files.

18

Board reply - Concur. See page 24.

Mortgage Accounting -

Year-end mortgage activity should be updated for purchases and payoffs subsequent to June 20.

18

Board reply - Concur. See page 25.

Dividend Income Receivable -

A more thorough review should be made at year end for divided income receivable for equity securities.

19

Board reply - Concur. See page 26.

STATE OF MONTANA BOARD OF INVESTMENTS

ALL FUNDS, EXCLUDING THE SHORT-TERM INVESTMENT POOL

FINANCIAL STATEMENTS

AS OF JUNE 30, 1979 AND 1978

TOGETHER WITH

AUDITORS' REPORT

ARTHUR ANDERSEN & Co.

BOISE, IDAHO

To the Legislative Audit Committee
of the Montana State Legislature:

We have examined the statements of investments managed by the State of Montana Board of Investments All Funds, Excluding the Short-Term Investment Pool as of June 30, 1979 and 1978, and the related statements of investment income and changes in investments managed for the years then ended. Our examinations were made in accordance with generally accepted auditing standards and, accordingly, included such tests of the accounting records and such other auditing procedures as we considered necessary in the circumstances.

In our opinion, the financial statements referred to above present fairly the investments managed by the State of Montana Board of Investments All Funds, Excluding the Short-Term Investment Pool as of June 30, 1979 and 1978, and its investment income and the changes in its investments managed for the years then ended, in conformity with generally accepted accounting principles applied on a consistent basis.

Our examinations have been made primarily for the purpose of forming the opinion stated in the preceding paragraph. The portfolio information as of June 30, 1979, contained in Appendix A of this report, although not considered necessary for a fair presentation of the aforementioned financial statements, is presented as supplementary information and has been subjected to the audit procedures applied in the examination of the basic financial statements. In our opinion, the portfolio information is fairly stated in all material respects in relation to the basic financial statements, taken as a whole.

Arthur Andersen & Co.

Boise, Idaho,
September 11, 1979.

STATE OF MONTANA BOARD OF INVESTMENTS

ALL FUNDS, EXCLUDING THE SHORT-TERM INVESTMENT POOL

STATEMENTS OF INVESTMENTS MANAGED

JUNE 30, 1979 AND 1978

	<u>1979</u>	<u>1978</u>
Investments managed at book value (current value of \$666,312,061 in 1979 and \$588,267,503 in 1978) (Note 2)	\$708,740,868	\$625,595,682
Dividends and interest receivable	11,947,238	10,124,068
Net unamortized deferred losses on bond swaps (Note 2)	5,148,671	5,397,906
Interest purchased receivable	148,562	81,966
	-----	-----
Total investments managed	\$725,985,339	\$641,199,622
	=====	=====

STATEMENTS OF INVESTMENT INCOME

FOR THE YEARS ENDED JUNE 30, 1979 AND 1978

	<u>1979</u>	<u>1978</u>
INCOME:		
Interest income	\$ 50,002,724	\$ 41,841,642
Dividend income	1,725,549	1,249,591
Gain on sale of investments	1,100,172	585,428
Rental income	38,633	31,671
	-----	-----
	52,867,078	43,708,332
	-----	-----
EXPENSES:		
Administrative expenses	(104,265)	(91,455)
Net amortization of deferred losses on bond swaps (Note 2)	(1,061,325)	(1,124,595)
	-----	-----
	(1,165,590)	(1,216,050)
	-----	-----
Net investment income	\$ 51,701,488	\$ 42,492,282
	=====	=====

The accompanying notes are an integral part of these financial statements.

STATE OF MONTANA BOARD OF INVESTMENTS

ALL FUNDS, EXCLUDING THE SHORT-TERM INVESTMENT POOL

STATEMENTS OF CHANGES IN INVESTMENTS MANAGED

FOR THE YEARS ENDED JUNE 30, 1979 AND 1978

	<u>1979</u>	<u>1978</u>
TOTAL INVESTMENTS MANAGED, BEGINNING OF YEAR	\$641,199,622	\$557,741,265
Net investment income	51,701,488	42,492,282
Income remitted to agencies	(49,878,318)	(40,863,571)
	-----	-----
Increase in dividends and interest receivable	1,823,170	1,628,711
Interest purchased during the year	391,042	272,352
Collection of interest purchased during the year	(324,446)	(344,417)
	-----	-----
Increase (decrease) in interest purchased receivable	66,596	(72,065)
Net bond swap losses incurred during the year	812,090	69,178
Net amortization of deferred bond swap losses	(1,061,325)	(1,124,595)
	-----	-----
Decrease in net unamortized deferred losses on bond swaps	(249,235)	(1,055,417)
Increase in book value of investments due to net amortization of discounts and premiums	748,819	727,753
Investments purchased	5,310,552,884	7,302,654,537
Investments sold and matured	(5,228,156,517)	(7,220,425,162)
	-----	-----
Increase in book value of investments purchased	82,396,367	82,229,375
	-----	-----
TOTAL INVESTMENTS MANAGED, END OF YEAR	\$725,985,339	\$641,199,622
	=====	=====

The accompanying notes are an integral part of these financial statements.

3. INVESTMENTS NOT CONTROLLED:

During fiscal year 1978-79, the Board obtained direct control over mortgages previously administered by the Public Employee's Retirement System and the Workers' Compensation Division . Buildings, land, and Teachers' Retirement System Mortgages, the cost of which are included in investments managed in the accompanying financial statements, are still not under direct control of the Board. The agencies administering these assets maintain control and provide the Board with the necessary financial information. Rental income from these buildings and interest income from the mortgages are included in the statements of investment income; however, occupancy and depreciation charges relating to the buildings are not material and have not been included in the statements of investment income.

The book value of these assets included in investments managed in the accompanying financial statements at June 30, 1979 and 1978 are as follows:

	<u>1979</u>	<u>1978</u>
Mortgages	\$34,933,215	\$56,301,777
Land and Buildings	299,811	308,530

STATE OF MONTANA BOARD OF INVESTMENTS

SHORT-TERM INVESTMENT POOL

FINANCIAL STATEMENTS

AS OF JUNE 30, 1979 AND 1978

TOGETHER WITH

AUDITORS' REPORT

ARTHUR ANDERSEN & Co.

BOISE, IDAHO

To the Legislative Audit Committee
of the Montana State Legislature:

We have examined the statements of investments managed by the State of Montana Board of Investments Short-Term Investment Pool as of June 30, 1979 and 1978, and the related statements of investment income and distributions and changes in investments managed for the years then ended. Our examinations were made in accordance with generally accepted auditing standards and, accordingly, included such tests of the accounting records and such other auditing procedures as we considered necessary in the circumstances.

In our opinion, the financial statements referred to above present fairly the investments managed by the State of Montana Board of Investments Short-Term Investment Pool as of June 30, 1979 and 1978, and its investment income and distributions and the changes in its investments managed for the years then ended, in conformity with generally accepted accounting principles applied on a consistent basis.

Our examinations have been made primarily for the purpose of forming the opinion stated in the preceding paragraph. The portfolio information as of June 30, 1979, contained in Appendix A of this report, although not considered necessary for a fair presentation of the aforementioned financial statements, is presented as supplementary information and has been subjected to the audit procedures applied in the examination of the basic financial statements. In our opinion, the portfolio information is fairly stated in all material respects in relation to the basic financial statements, taken as a whole.

Arthur Andersen & Co.

Boise, Idaho,
September 11, 1979.

STATE OF MONTANA BOARD OF INVESTMENTS

SHORT-TERM INVESTMENT POOL

STATEMENTS OF INVESTMENTS MANAGED

JUNE 30, 1979 AND 1978

	<u>1979</u>	<u>1978</u>
Cash	\$ 4,889	\$ 14,427
Interest receivable	3,279,221	2,733,273
Investments managed at current value (cost of \$181,789,885 and \$170,717,487, respectively) (Note 2)	179,256,423	168,415,515
	-----	-----
Total assets	182,540,533	171,163,215
Accrued expenses	(23,091)	(20,401)
	-----	-----
Value of units	182,517,442	171,142,814
Income due participants	(1,348,035)	(1,091,227)
	-----	-----
Net asset value	\$181,169,407	\$170,051,587
	=====	=====
Units outstanding	182,204	170,781
Unit value	\$1,001.72	\$1,002.12

The accompanying notes are an integral part of these financial statements.

STATE OF MONTANA BOARD OF INVESTMENTS

SHORT-TERM INVESTMENT POOL

STATEMENTS OF INVESTMENT INCOME AND DISTRIBUTIONS

FOR THE YEARS ENDED JUNE 30, 1979 AND 1978

	<u>1979</u>	<u>1978</u>
Interest income	\$14,819,383	\$12,384,874
Realized gain on sale of investments	17,969	31,744
	-----	-----
Income before administrative expenses	14,837,352	12,416,618
Administrative expenses (Note 2)	(258,692)	(216,548)
	-----	-----
Net income	14,578,660	12,200,070
Income purchased by participants	1,553,956	951,632
Income due participants, beginning of year	1,091,227	958,692
	-----	-----
Income available for distribution	17,223,843	14,110,394
	-----	-----
Income distributed on units sold (Note 2)	1,536,420	1,013,153
November distribution (Note 2)	6,751,755	5,841,627
May distribution (Note 2)	7,587,633	6,164,387
	-----	-----
Total distributions	15,875,808	13,019,167
	-----	-----
Income due participants, end of year	\$ 1,348,035	\$ 1,091,227
	=====	=====

The accompanying notes are an integral part of these financial statements.

STATE OF MONTANA BOARD OF INVESTMENTS

SHORT-TERM INVESTMENT POOL

STATEMENTS OF CHANGES IN INVESTMENTS MANAGED

FOR THE YEARS ENDED JUNE 30, 1979 AND 1978

	<u>1979</u>	<u>1978</u>
Net asset value, beginning of year	\$170,051,587	\$168,678,310
Value of units purchased by participants	80,986,353	61,494,093
Change in current value of investments managed	(231,490)	(4,775,434)
Value of units sold by participants	(69,637,043)	(55,345,382)
Net asset value, end of year	\$181,169,407	\$170,051,587

The accompanying notes are an integral part of these financial statements.

STATE OF MONTANA BOARD OF INVESTMENTS

SHORT-TERM INVESTMENT POOL

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 1979

1. HISTORY AND ORGANIZATION:

The State of Montana Board of Investments (the Board) was created by an act of the Legislature to invest and manage the State of Montana's investment funds on a centralized basis. The Short-Term Investment Pool (STIP) provides a short-term investment vehicle to participants (state and local governmental units) with a relatively small amount to invest. Investment in STIP affords the participant liquidity and a return on their investment. The investments and the income of STIP are owned by the participants as they purchase units and are managed on their behalf by the Board.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:

Administrative Expenses

Administrative expenses incurred by the Board are charged to STIP daily based on the Board's expenses applicable to STIP.

Income Distribution

The value of units purchased or sold includes a daily computation of net asset value and income; therefore, income to point of sale is included in proceeds to the seller. Cash distributions of income are made to continuing participants on the last working day in the months of May and November. The amounts shown for value of units purchased and sold by participants are net of income purchased and income sold, respectively.

Investments

Investments are presented in the statements of investments managed at current value. Current values for publically traded securities are determined primarily by reference to market prices supplied to the Board by various brokerage houses. Gains and losses on bond swaps are accounted for on the completed transaction method and are therefore currently included in income.

STATE OF MONTANA BOARD OF INVESTMENTS

MEMORANDUM OF SUGGESTED IMPROVEMENTS

IN ACCOUNTING PROCEDURES AND SYSTEM OF INTERNAL CONTROL

SEPTEMBER 1979

ARTHUR ANDERSEN & Co.

999 MAIN STREET
BOISE, IDAHO 83702
(208) 345-0937

Legislative Audit Committee
Montana State Legislature

Gentlemen:

The accompanying memorandum includes suggestions for improvements of accounting procedures and internal accounting control measures that came to our attention as a result of our examination of the financial statements of the investments managed by the State of Montana Board of Investments (the Board) for the year ended June 30, 1979. The matters discussed herein were considered by us during our examination and they do not modify the opinions expressed in our auditors' reports dated September 11, 1979, on such financial statements.

In accordance with generally accepted auditing standards, we performed a review and evaluation of existing internal accounting controls for the purpose of providing a basis for reliance thereon in determining the nature, timing and extent of the audit tests applied in connection with our examination of the Board's 1979 financial statements. While certain matters which came to our attention during the review are presented in the accompanying memorandum for the consideration of management, such a review was not designed for the purpose of making detailed recommendations and would not necessarily disclose all weaknesses in the existing system.

The accompanying memorandum also includes comments and suggestions with respect to other financial and administrative matters which came to our attention during the course of our examination of the financial statements. These matters are offered as constructive suggestions for the consideration of management as part of the ongoing process of modifying and improving accounting control and other financial and administrative practices and procedures.

Very truly yours,

Arthur Andersen & Co.

Securities in Safekeeping

During 1979, physical custody of the majority of marketable securities managed by the Board were transferred from the Treasurer's office to custodial accounts at Manufacturers Hanover Trust Company of New York (Manufacturers). In connection with this transfer and the accounting thereof, we noted the following items:

1. Securities listed on the Portfolio Management System (PMS) reports have not been reconciled to Manufacturers' monthly Statement of Assets. Although we did not note any significant differences, such a reconciliation is necessary to ensure that discrepancies do not arise between Manufacturers, the Board and the Treasurer's office.

We recommend that the Treasurer's office reconcile as soon as possible the securities listed on Manufacturers' monthly Statement of Assets with those listed on the PMS reports. On a prospective basis the reconciliation could be performed at regular intervals ranging from quarterly to at least semi-annually.

2. Securities managed by the Board are accounted for in separate funds according to the agency for which they were purchased. Manufacturers, however, has comingled into one fund all securities purchased during the period August 1978 through February 1979. This comingling could lead to confusion between Manufacturers, the Board and the Treasurer's office.

We suggest that the Board and Treasurer's office instruct Manufacturers to begin accounting for these securities in the appropriate fund in order to facilitate reconciliation and accounting by the Board.

3. One security recorded by the Board and evidenced by a safekeeping receipt from Manufacturers was not listed by Manufacturers on their Statement of Assets.

We recommend that the Board and the Treasurer's office follow-up with Manufacturers as to the location of the misplaced security.

Physical Examination

of Mortgages

During our examination of supporting documentation for mortgages purchased by the Board and held by the mortgage servicing agency, we noted the following items. The specific details (name, identification number, servicing agency, etc.) have previously been furnished to the Board:

1. The note supporting one mortgage could not be located by the mortgage servicing agency. All other information supporting the mortgage was included in the file.
2. We noted nine instances in which the mortgage servicing agency was unable to locate the assignment of the mortgage from the bank to the applicable fund for which it was purchased.

We recommend that the Board instruct the appropriate mortgage servicing agencies to update and complete their mortgage files.

Mortgage Accounting

Mortgages owned by all agencies and controlled by the Board, except those owned by the Teachers' Retirement System, are accounted for and reported on the Mortgage Portfolio Accounting and Control System (MPACS). Monthly reports prepared by the individual servicing agencies and submitted to the Board for input into MPACS are generally cutoff at approximately the 20th of the month. As a result, activity after the 20th will not be reflected in MPACS until the following month. Normal activity during this period is generally insignificant except

for purchases or payoffs. We noted that June 30, 1979, mortgage balances had not been adjusted for mortgage payoffs for the Public Employees' Retirement System for the period June 21, 1979 to June 30, 1979.

We suggest that at year-end, the Board review the July MPACS report for mortgage purchases and payoffs for the period subsequent to the 20th of the month and adjust the year-end balance for activity during that period.

Dividend Income

Receivable Dividend income receivable is accrued at year-end based on information extracted from the Dividend Projection Report. The report projects dividends receivable based on past dividends received (e.g., amount, payment date, record date, date received, etc.). At year-end, the Board compares information for securities listed on this report to Standard and Poor's Dividend Record and adjusts amounts appropriately. We noted instances however where securities with record dates near year-end or with record dates in May for which payment had not been received by June 30, were not listed on the report.

We suggest that a more thorough review be made at year-end for all equity securities held. This review could be accomplished by an additional comparison of equity securities not listed on the June Dividend Projection Report with Standard and Poor's Dividend record. In this way, all equity securities will have been reviewed and any errors or omissions noted.

STATE OF MONTANA BOARD OF INVESTMENTS

PRIOR YEAR RECOMMENDATIONS

The State of Montana Board of Investments is in substantial compliance with the recommendations discussed in the 1978 audit report.

STATE OF MONTANA BOARD OF INVESTMENTS

AGENCY REPLIES

STATE OF MONTANA

DEPARTMENT OF ADMINISTRATION

TREASURY DIVISION

THOMAS L. JUDGE, GOVERNOR



David M. Lewis,
[REDACTED] Director
& Ex Officio State Treasurer

Vera S. Freseman
Administrator, Treasury Division

MITCHELL BUILDING
HELENA, MONTANA 59601

October 19, 1979

Mr. Jim Howeth, Investment Officer
Board of Investments
Department of Administration

Dear Jim:

The following is a response in reference to Securities in Safekeeping for July 1979 audit conducted by Arthur Anderson.

1. & 2. We agree fully that the Treasury should reconcile the lot book, safekeeping receipts and Manufacturers Hanover Trust Report, and eliminate any discrepancies that may occur from time to time. We have always, on a semi-annual basis, reconciled the vault prior to the securities being transferred to Manufacturers Hanover Trust Company for safekeeping. In 1979 the vault was audited by the Treasury and Manufacturers Hanover Trust Company both during the transfer of securities. We have not since audited Manufacturers Securities report since the securities have been commingled into the Treasurers account. We have and are currently making arrangements with Northwestern Bank to have all securities transferred into the correct accounts that have been established at Northwestern Bank and upon completion of this transfer will reconcile the report to the safekeeping receipts and lot book.

In addition, the Treasury never approved the commingling of the various funds. The Treasury feels we had better control and access over all securities and funds when they were maintained in the States vault. Also enclosed is just one receipt to show the manner in which Northwestern Bank and Manufacturers Hanover Trust currently handle the account.

3. The Treasury has followed up on New York telephone bond and currently has all safekeeping receipts on this bond for \$470,000.00. (Three safekeeping receipts for one bond.)

If I may be of further assistance, please contact me.

Sincerely,

Vera

Vera S. Freseman, Administrator
Treasury Division

xc: Dave Lewis

DATE: 10-18-79

FROM THE DESK OF

RICHARD A. KAIN

PORTFOLIO MANAGER
BOARD OF INVESTMENTS

STATE OF MONTANA

449-2656

Dear Paul:

Enclosed are our responses.

Securities in Safekeeping During 1979, physical custody of the majority of marketable securities managed by the Board were transferred from the Treasurer's office to custodial accounts at Manufacturers Hanover Trust Company of New York (Manufacturers). In connection with this transfer and the accounting thereof, we noted the following items:

1. Securities listed on the Portfolio Management System (PMS) reports have not been reconciled to Manufacturers' monthly Statement of Assets. Although we did not note any significant differences, such a reconciliation is necessary to ensure that discrepancies do not arise between Manufacturers, the Board and the Treasurer's office.

We recommend that the Treasurer's office reconcile as soon as possible the securities listed on Manufacturers' monthly Statement of Assets with those listed on the PMS reports. On a prospective basis the reconciliation could be performed at regular intervals ranging from quarterly to at least semi-annually.

2. Securities managed by the Board are accounted for in separate funds according to the agency for which they were purchased. Manufacturers, however, has comingled into one fund all securities purchased during the period August 1978 through February 1979. This comingling could lead to confusion between Manufacturers, the Board and the Treasurer's office.

We suggest that the Board and Treasurer's office instruct Manufacturers to begin accounting for these securities in the appropriate fund in order to facilitate reconciliation and accounting by the Board.

3. One security recorded by the Board and evidenced by a safekeeping receipt from Manufacturers was not listed by Manufacturers on their Statement of Assets.

We recommend that the Board and the Treasurer's office follow-up with Manufacturers as to the location of the misplaced security.

Board Comments: We concur. Number 2 as specified above was implemented as of September 18, 1979.

Treasurer's Office Comments: Treasurer's office will respond under separate cover.

Physical Examination

of Mortgages

During our examination of supporting documentation for mortgages purchased by the Board and held by the mortgage servicing agency, we noted the following items. The specific details (name, identification number, servicing agency, etc.) have previously been furnished to the Board:

1. The note supporting one mortgage could not be located by the mortgage servicing agency. All other information supporting the mortgage was included in the file.
2. We noted nine instances in which the mortgage servicing agency was unable to locate the assignment of the mortgage from the bank to the applicable fund for which it was purchased.

We recommend that the Board instruct the appropriate mortgage servicing agencies to update and complete their mortgage files.

Management Comments: We concur. Please furnish us the detail.

Mortgage Accounting Mortgages owned by all agencies and controlled by the Board, except those owned by the Teachers' Retirement System, are accounted for and reported on the Mortgage Portfolio Accounting and Control System (MPACS). Monthly reports prepared by the individual servicing agencies and submitted to the Board for input into MPACS are generally cutoff at approximately the 20th of the month. As a result, activity after the 20th will not be reflected in MPACS until the following month. Normal activity during this period is generally insignificant except for purchases or payoffs. We noted that June 30, 1979, mortgage balances had not been adjusted for mortgage payoffs for the Public Employees' Retirement System for the period June 21, 1979 to June 30, 1979.

We suggest that at year-end, the Board review the July MPACS report for mortgage purchases and payoffs for the period subsequent to the 20th of the month and adjust the year-end balance for activity during that period.

Management Comments: We concur.

Dividend Income

Receivable Dividend income receivable is accrued at year-end based on information extracted from the Dividend Projection

Report. The report projects dividends receivable based on past dividends received (e.g., amount, payment date, record date, date received, etc.). At year-end, the Board compares information for securities listed on this report to Standard and Poor's Dividend Record and adjusts amounts appropriately. We noted instances however where securities with record dates near year-end or with record dates in May for which payment had not been received by June 30, were not listed on the report.

We suggest that a more thorough review be made at year-end for all equity securities held. This review could be accomplished by an additional comparison of equity securities not listed on the June Dividend Projection Report with Standard and Poor's Dividend record. In this way, all equity securities will have been reviewed and any errors or omissions noted.

Management Comments: We concur.

STATE OF MONTANA BOARD OF INVESTMENTS

PORTFOLIO

APPENDIX A

STATE OF MONTANA BOARD OF INVESTMENTS
SUMMARY OF PORTFOLIO
JUNE 30, 1979

FUND	COST LONG-TERM	LONG-TERM	MARKET SHORT-TERM*	TOTAL
Treasurer's Fund	\$ 80,748,086	\$ 80,923,727	\$121,125,684	\$202,049,411
State Funds Holding Only STIP Units	-	-	34,338,589	34,338,589
Public Employees' Retirement Fund	215,021,889	198,854,148	-	198,854,148
Teachers' Retirement Fund	172,280,693	161,458,711	-	161,458,711
Trust and Legacy Fund	96,982,067	88,699,917	-	88,699,917
Workers' Compensation Fund	58,816,533	54,307,371	-	54,307,371
Highway Building Complex Sinking Fund	1,234,250	1,238,996	-	1,238,996
Statewide Police Reserve Fund	4,496,229	4,081,964	372,400	4,454,364
Sheriffs' Retirement Fund	4,132,831	3,938,087	457,853	4,395,940
Educational Trust Fund	8,603,373	8,284,515	2,444,839	10,729,354
Volunteer Firemans' Fund	2,005,684	1,830,805	71,477	1,902,282
Permanent Coal Trust Fund	14,631,533	14,286,054	2,275,889	16,561,943
University of Montana Field House Fund	13,832	13,145	111,633	124,778
University of Montana Pool Fund	4,932	4,632	15,122	19,754
Montana State University Trust Fund	266,000	265,059	329,637	594,696
Long Range Building Sinking Fund	2,978,742	2,925,262	-	2,925,262
Eastern Montana College Trust Fund	501,786	510,986	398,195	909,181
Common School I & I Fund	8,489,374	8,563,373	2,795,506	11,358,879
Game Wardens' Retirement Fund	2,282,486	1,970,950	128,347	2,099,297
Social Security Fund	13,006,634	12,961,404	-	12,961,404
Montana Judges' Retirement Fund	2,234,788	1,999,757	88,752	2,088,509
Hail Insurance Fund	549,692	459,385	2,276,626	2,736,011
Subsequent Injury Fund	1,908,826	1,786,316	50,332	1,836,648
Highway Patrol Retirement Fund	5,373,142	4,871,557	190,396	5,061,953
Resource Indemnity Fund	12,017,798	11,471,311	544,107	12,015,418
Montana Tech, P.E., Building Sinking Fund	159,674	161,663	-	161,663
Deaf and Blind Fund	-	64,043	45,895	109,938
William L. Murphay Fund	-	247,652	20,359	268,011
Teachers' Retirement Fullum Fund	-	19,353	6,024	25,377
Dixon Endowment Fund	-	36,400	-	36,400
Peter Potter Trust Fund	-	74,068	28,648	102,716
Caras Endowment Fund	-	1,450	-	1,450
Other (rounding)	(6)	-	-	-
	-----	-----	-----	-----
	\$708,740,868	\$666,312,061	168,116,310	834,428,371
	=====	=====	=====	=====
Other Non-State Agencies			11,140,113	11,140,113
			-----	-----
			\$179,256,423	\$845,568,484
			=====	=====

*Amounts shown represent current value of units held by participants.

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TREASURERS' FUND

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
MONEY MARKET INSTRUMENTS						
US INDUST. COMMERCIAL PAPER						
BAXTER LABS CP	2,000	.000	07-26-79	1,983,542	1,985,450	9.875
SUBCLASS TOTAL	2,000			1,983,542	1,985,450	

US REPURCHASE AGREEMENTS

REPO AGREE WELLS FARGO BANK SF	3,000	.000	06-30-80	3,000,000	3,000,000	.000
REPO AGREE WELLS FARGO BANK SF	1,000	.000	06-30-80	1,000,000	1,000,000	.000
REPO AGREE WELLS FARGO BANK SF	1,000	.000	06-30-80	1,000,000	1,000,000	.000
REPO AGREE WELLS FARGO BANK SF	2,500	.000	06-30-80	2,500,000	2,500,000	.000
REPO AGREE WELLS FARGO BANK SF	3,000	.000	06-30-80	3,000,000	3,000,000	.000
REPO AGREE WELLS FARGO BANK SF	2,000	.000	06-30-80	2,000,000	2,000,000	.000
REPO AGREE WELLS FARGO BANK SF	1,000	.000	06-30-80	1,000,000	1,000,000	.000
REPO AGREE WELLS FARGO BANK SF	4,000	.000	06-30-80	4,000,000	4,000,000	.000
REPO AGREE WELLS FARGO BANK SF	2,000	.000	06-30-80	2,000,000	2,000,000	.000
US TREASURY BILLS	1,000	.000	08-21-79	923,194	986,971	7.900
US TREASURY BILLS	1,000	.000	09-18-79	919,450	979,885	8.100
US TREASURY BILLS	2,000	.000	04-29-80	1,803,900	1,850,296	9.450
REPO BANK OF AMERICA SF	1,773	9.375	07-23-79	1,773,000	1,773,000	9.875
REPO CRACKER NATL BANK SF	12,200	9.400	07-06-79	12,200,000	12,200,000	9.400
REPO CRACKER NATL BANK SF	10,340	9.250	07-02-79	10,340,000	10,340,000	9.250
REPO WELLS FARGO BANK SF	27,000	9.250	07-02-79	27,000,000	27,000,000	9.250
SUBCLASS TOTAL	74,813			74,464,544	74,630,152	

TIME CERTIFICATES OF DEPOSIT

DEER LODGE BANK & TRUST CD	200	10.500	05-15-80	200,000	200,000	10,500
FIRST STATE BANK WHITEFISH CD	100	10.500	11-13-79	100,000	100,000	10,500
SUBCLASS TOTAL	300			300,000	300,000	
SECURITY TOTAL	77,113			76,748,086	76,915,602	

GOVERNMENT AGENCIES
US GOVERNMENT AGENCIES

FEDERAL FARM CREDIT BANKS	1,000	10.450	12-03-79	1,000,000	1,002,031	10.450
FEDERAL FARM CREDIT BANKS	1,000	10.450	12-03-79	1,000,000	1,002,031	10.450
FEDERAL FARM CREDIT BANKS	2,000	10.250	01-02-80	2,000,000	2,004,063	10.250
SUBCLASS TOTAL	4,000			4,000,000	4,008,125	

TREASURERS' FUND

	SECURITY	PAR VALUE (000)	INT'L RESI- RATE	MATURITY DATE	COST	HARVEST VALUATION	YIELD
GOVERNMENT AGENCIES							
US GOVERNMENT AGENCIES							
SECURITY TOTAL		4,000			4,000,000	4,003,125	
OTHER HOLDINGS							
SHORT TERM INVESTMENT POOL							
SUBCLASS TOTAL		121,126	.000	00-00-00121	125,684	121,125,684	
SECURITY TOTAL		121,126			121,125,684	121,125,684	
FUND TOTAL		202,239			121,125,684	121,125,684	

SHORT TERM INVESTMENT POOL

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
CORPORATE BONDS						
INDUSTRIAL						
DRESSER INDUSTRIES	700	8.650	05-15-85	700,000	686,436	8.650
DRESSER INDUSTRIES	150	8.650	05-15-85	150,000	147,024	8.650
DRESSER INDUSTRIES	150	8.650	05-15-85	150,000	147,024	8.650
GENERAL FOODS NOTES	250	7.500	03-01-84	248,750	235,625	7.570
GENERAL FOODS NOTES	50	7.500	03-01-84	49,750	47,125	7.570
GENERAL FOODS NOTES	400	7.500	03-01-84	398,000	377,000	7.570
GENERAL FOODS NOTES	500	8.050	04-01-85	500,000	481,250	8.050
GENERAL MOTORS CORP	500	8.050	04-01-85	500,000	481,250	8.050
GENERAL MOTORS CORP	500	8.250	03-01-05	1,625	474,063	8.329
PROCTER AND GAMBLE	500	8.250	03-01-05	445,625	474,063	8.329
RCA COMMUNICATION	1,000	10.200	08-15-92	1,000,000	1,036,250	10.200
REVELON INC	1,000	8.450	05-01-85	1,000,000	970,000	8.450
SUBCLASS TOTAL		5,700		5,687,750	5,557,252	
BANKS AND INSURANCE						
MELLON NATL BANK NOTES	500	7.800	03-01-82	500,000	480,938	7.800
MELLON NATL BANK NOTES	500	7.800	03-01-82	500,000	480,938	7.800
NORTHEAST BANCORPORATION	1,000	7.875	09-15-86	538,750	921,250	7.890
SUBCLASS TOTAL		2,000		1,908,750	1,883,126	
OTHER FINANCIAL						
COMMERCIAL CREDIT NOTES	1,000	8.000	01-15-81	1,000,000	978,625	8.000
FORD MOTOR CREDIT DEBS	500	10.500	10-01-94	500,000	524,063	10.500
GILTRAL ELECTRIC CREDIT CORP	500	8.650	01-15-84	500,000	489,375	8.650
GENERAL ELECTRIC CREDIT CORP	500	8.650	01-15-84	500,000	489,375	8.650
SEARS FROEPACK ACCEPTANCE CORP	1,000	8.375	12-31-86	998,000	951,875	8.400
SUBCLASS TOTAL		3,500		3,498,000	3,433,313	
TRANSPORTATION EXCL. RAILROADS						
MOBIL ALASKA PIPELINE	500	8.450	03-01-05	500,000	470,000	8.450
SUBCLASS TOTAL		500		500,000	470,000	

SHORT TERM INVESTMENT POOL

	SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VAL OF	YIELD
UTILITIES							
CONSOLIDATED EDISON OF NY	500	8.900	01-15-00	500,000	444,063	8,900	
PUBLIC SERVICE ELECTRIC & GAS CO	500	8.500	03-01-04	500,000	449,688	8,500	
PUBLIC SERVICE ELECTRIC & GAS CO	500	8.500	03-01-04	500,000	449,688	8,500	
SUBCLASS TOTAL	1,500			1,500,000	1,343,439		
CANADIAN							
BRITISH COLUMBIA HYDRO & POWER	500	10.250	10-01-99	500,000	518,438	10.250	
BRITISH COLUMBIA HYDRO & POWER	1,000	8.375	06-15-07	1,000,000	806,875	8.375	
HYDRO-CORPORATION	1,000	10.000	11-15-05	1,000,000	993,750	10.000	
MUNICIPAL FINANCE AUTHORITY OF BC	400	8.875	05-01-01	457,200	446,761	9.370	
MUNICIPAL FINANCE AUTHORITY OF BC	500	8.875	05-01-01	476,250	467,513	9.370	
QUEBEC HYDRO ELECTRIC DEBS	1,000	7.500	01-01-03	915,000	781,250	8.275	
QUEBEC HYDRO ELECTRIC CO	1,000	8.250	01-01-04	995,000	600,000	8.295	
QUEBEC HYDRO	500	10.250	01-15-05	500,000	507,613	10.250	
SUBCLASS TOTAL	5,980			5,343,450	5,465,139		
SECURITY TOTAL	19,180			19,027,950	18,152,269		
MONEY MARKET INSTRUMENTS							
US INDUST. COMMERCIAL PAPER							
GENERAL MOTORS ACCEPTANCE CORP CP	1,500	9.950	07-06-79	1,492,952	1,497,979	9,950	
SUBCLASS TOTAL	1,500			1,492,952	1,497,979		
US REPURCHASE AGREEMENTS							
US TREASURY BILLS	1,000	.000	08-21-79	923,194	987,462	7,900	
US TREASURY BILLS	1,000	.000	09-18-79	919,053	960,382	8,050	
US TREASURY BILLS	2,000	.000	03-04-80	1,816,310	1,878,284	9,420	
US TREASURY BILLS	2,000	.000	04-29-80	1,808,900	1,861,277	9,450	
REPO CROCKER NATL BANK SF	4,660	9.250	07-02-79	4,660,000	4,660,000	9,250	
REPO WELLS FARGO BANK SF	10,700	9.750	07-05-79	10,700,000	10,700,000	9,750	
SUBCLASS TOTAL	21,360			20,827,457	21,057,405		

SHORT TERM INVESTMENT POOL

TIME CERTIFICATES ON DEPOSIT

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
TIME CERTIFICATES ON DEPOSIT						
YELLOWSTONE BANK ABSAROKEE CD	500	10.375	10-15-79	500,000	\$100,000	10.375
FIRST SECURITY BANK ANACONDA CD	200	10.500	11-16-79	200,000	200,000	10.500
FIRST SECURITY BANK ANACONDA CD	300	10.250	04-11-80	300,000	300,000	10.250
FIRST SECURITY BANK ANACONDA CD	500	10.250	05-07-80	500,000	500,000	10.250
BANK OF BANKS CD	200	9.000	09-28-79	200,000	200,000	9.000
BANK OF BANKS CD	150	10.500	02-22-80	150,000	150,000	10.500
BANK OF BANKS CD	150	10.500	02-27-80	150,000	150,000	10.500
MONTANA BANK OF BEGRADE CD	200	10.250	12-03-79	200,000	200,000	10.250
FIRST CITIADS BANK BILLINGS CD	500	7.760	05-01-81	500,000	500,000	7.760
FIRST CITIADS BANK BILLINGS CD	500	7.860	05-03-82	500,000	500,000	7.860
MIDLAND NATL BANK BILLINGS CD	200	7.630	04-15-81	200,000	200,000	7.630
MIDLAND NATL BANK BILLINGS CD	100	7.510	04-15-81	100,000	100,000	7.510
MIDLAND NATL BANK BILLINGS CD	200	7.390	04-15-81	200,000	200,000	7.390
MIDLAND NATL BANK BILLINGS CD	200	7.340	04-15-80	200,000	200,000	7.340
MIDLAND NATL BANK BILLINGS CD	100	7.270	04-15-80	100,000	100,000	7.270
MIDLAND NATL BANK BILLINGS CD	200	7.190	04-15-80	200,000	200,000	7.190
MIDLAND NATL BANK BILLINGS CD	200	7.400	10-21-81	200,000	200,000	7.400
MIDLAND NATL BANK BILLINGS CD	100	7.350	10-21-81	100,000	100,000	7.350
MIDLAND NATL BANK BILLINGS CD	200	7.300	10-21-81	200,000	200,000	7.300
MIDLAND NATL BANK BILLINGS CD	200	7.100	10-21-80	200,000	200,000	7.100
MIDLAND NATL BANK BILLINGS CD	100	7.000	10-21-80	100,000	100,000	7.000
MIDLAND NATL BANK BILLINGS CD	200	6.900	10-21-80	200,000	200,000	6.900
MIDLAND NATL BANK BILLINGS CD	200	6.850	10-22-79	200,000	200,000	6.850
MIDLAND NATL BANK BILLINGS CD	100	6.700	10-22-79	100,000	100,000	6.700
MIDLAND NATL BANK BILLINGS CD	200	6.600	10-22-79	200,000	200,000	6.600
MIDLAND NATL BANK BILLINGS CD	500	6.530	04-25-81	500,000	500,000	6.530
MIDLAND NATL BANK BILLINGS CD	500	6.730	04-28-82	500,000	500,000	6.730
MIDLAND NATL BANK BILLINGS CD	250	7.140	11-05-79	250,000	250,000	7.140
MIDLAND NATL BANK BILLINGS CD	250	7.260	11-04-80	250,000	250,000	7.260
MIDLAND NATL BANK BILLINGS CD	500	7.350	11-04-81	500,000	500,000	7.350
MIDLAND NATL BANK BILLINGS CD	500	7.455	11-04-82	500,000	500,000	7.455
MIDLAND NATL BANK BILLINGS CD	500	10.500	08-22-79	500,000	500,000	10.500
MIDLAND NATL BANK BILLINGS CD	1,000	10.500	09-04-79	1,000,000	1,000,000	10.500
MIDLAND NATL BANK BILLINGS CD	200	10.375	10-10-79	200,000	200,000	10.375
MIDLAND NATL BANK BILLINGS CD	500	10.375	10-24-79	500,000	500,000	10.375
MIDLAND NATL BANK BILLINGS CD	2,000	10.375	11-05-79	2,000,000	2,000,000	10.375
MIDLAND NATIONAL BANK BILLINGS CD	1,000	10.250	12-10-79	1,000,000	1,000,000	10.250
RIMROCK BANK BILLINGS CD	100	7.520	11-04-81	100,000	100,000	7.520
SECURITY BANK BILLINGS CD	500	7.450	10-14-81	500,000	500,000	7.450
SECURITY BANK BILLINGS CD	500	7.050	10-15-79	500,000	500,000	7.050
SECURITY BANK BILLINGS CD	300	7.350	10-14-80	500,000	500,000	7.350
SECURITY BANK BILLINGS CD	500	10.450	10-09-79	500,000	500,000	10.450
FIRST BANK WEST BILLINGS CD	100	6.800	10-19-79	100,000	100,000	6.800
FIRST BANK WEST BILLINGS CD	100	6.950	10-19-79	100,000	100,000	6.950
FIRST BANK WEST BILLINGS CD	100	7.150	10-20-80	100,000	100,000	7.150
FIRST BANK WEST BILLINGS CD	100	7.400	10-20-80	100,000	100,000	7.400
FIRST BANK WEST BILLINGS CD	100	7.500	10-20-81	100,000	100,000	7.500
FIRST BANK WEST BILLINGS CD	100	7.600	10-20-81	100,000	100,000	7.600

SHORT TERM INVESTMENT POOL

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
TIME CERTIFICATES OF DEPOSIT						
FIRST BANK WEST BILLINGS CD	200	7.250	11-05-79	200,000	200,000	7.250
FIRST BANK WEST BILLINGS CD	200	7.360	11-04-80	200,000	200,000	7.360
FIRST BANK WEST BILLINGS CD	200	7.380	11-04-81	200,000	200,000	7.380
FIRST BANK WEST BILLINGS CD	200	7.450	11-04-82	200,000	200,000	7.450
FIRST BANK WEST BILLINGS CD	100	7.610	04-25-80	100,000	100,000	7.610
FIRST BANK WEST BILLINGS CD	100	7.810	04-26-82	100,000	100,000	7.810
FIRST BANK WEST BILLINGS CD	100	7.910	04-25-83	100,000	100,000	7.910
FIRST BANK WEST BILLINGS CD	200	10.500	01-18-80	200,000	200,000	10.500
FIRST BANK WEST BILLINGS CD	100	8.500	07-13-79	100,000	100,000	8.500
WESTERN BANK BILLINGS CD	200	8.750	09-14-79	200,000	200,000	8.750
WESTERN BANK BILLINGS CD	200	10.500	11-16-79	200,000	200,000	10.500
WESTERN BANK BILLINGS CD	400	10.500	12-12-79	400,000	400,000	10.500
WESTERN BANK BILLINGS CD	200	10.750	01-01-80	200,000	200,000	10.750
WESTERN STATE BANK BILLINGS CD	450	9.000	09-25-79	450,000	450,000	9.000
WESTERN STATE BANK BILLINGS CD	500	10.750	01-04-80	500,000	500,000	10.750
FIRST NW BILLINGS CD	500	7.640	05-02-80	500,000	500,000	7.640
FIRST NW BILLINGS CD	500	7.730	05-01-81	500,000	500,000	7.730
FIRST NW BILLINGS CD	500	8.020	05-03-82	500,000	500,000	8.020
FIRST NM BILLINGS CD	500	8.310	05-02-83	500,000	500,000	8.310
MONTANA BANK BOZEMAN CD	300	8.500	08-31-79	300,000	300,000	8.500
MONTANA BANK BOZEMAN CD	200	10.500	09-10-79	200,000	200,000	10.500
MONTANA BANK BOZEMAN CD	200	10.250	12-24-79	200,000	200,000	10.250
FIRST NATL BANK BOZEMAN CD	500	7.375	04-14-81	500,000	500,000	7.375
FIRST NATL HAUK BOZEMAN CD	500	7.275	04-14-80	500,000	500,000	7.275
FIRST NATL BANK BOZEMAN CD	500	10.500	08-20-79	500,000	500,000	10.500
FIRST NATL BANK BOZEMAN CD	1,000	10.375	10-09-79	1,000,000	1,000,000	10.375
FIRST NATL BANK BOZEMAN CD	10,500	11-19-79	500,000	500,000	10,500	
FIRST NATL BANK BOZEMAN CD	500	10.500	11-21-79	500,000	500,000	10.500
FIRST SECURITY BANK BOZEMAN CD	1,000	9.000	10-10-79	1,000,000	1,000,000	9.000
FIRST SECURITY BANK BOZEMAN CD	1,500	9.000	10-11-75	500,000	500,000	9.000
MINERS BANK OF MONTANA BUTTE CD	500	10.250	05-09-80	500,000	500,000	10.250
MONTANA NATL BANK BUTTE CD	150	8.500	09-06-79	150,000	150,000	8.500
MONTANA BANK BUTTE CD	250	10.500	08-29-79	250,000	250,000	10.500
MONTANA BANK BUTTE CD	300	10.250	05-07-80	300,000	300,000	10.250
PLAQUEHILL FED SAVINGS & LOAN BUTTE CD	100	7.750	06-03-83	100,000	100,000	7.750
WESTERN BANK CHINOOK CD	300	8.000	10-14-81	200,000	200,000	8.000
WESTERN BANK CHINOOK CD	200	6.750	04-26-82	200,000	200,000	6.750
WESTERN BANK CHINOOK CD	400	7.900	04-17-83	400,000	400,000	7.900
WESTERN BANK CHINOOK CD	100	9.000	09-23-79	100,000	100,000	9.000
SECURITY BANK COLUMBIA FALLS CD	100	10.500	09-26-79	100,000	100,000	10.500
BANK OF COLUMBIA FALLS CD	200	7.500	04-15-80	200,000	200,000	7.500
BANK OF COLUMBIA FALLS CD	200	7.750	01-15-81	200,000	200,000	7.750
BANK OF COLUMBIA FALLS CD	200	6.600	10-25-79	200,000	200,000	6.600
BANK OF COLUMBIA FALLS CD	200	9.250	10-11-79	200,000	200,000	9.250
BANK OF COLUMBIA FALLS CD	200	10.500	11-21-79	200,000	200,000	10.500
GLACIER NATL BANK COLUMBIA FALLS CD	500	7.000	10-26-79	500,000	500,000	7.000
GLACIER NATL BANK COLUMBIA FALLS CD	200	6.375	04-29-80	200,000	200,000	6.375
GLACIER NATL BANK COLUMBIA FALLS CD	200	7.250	04-29-81	200,000	200,000	7.250

SHORT TERM INVESTMENT POOL

TIME CERTIFICATES OF DEPOSIT

INVESTMENT	PAR VALUE (000)	INTEREST RATE	NATURITY DATE	COST	MARKET VALUE	YIELD
YELLOU TIME BANK COLUMBUS CD	500	10.375	10-09-79	500,000	500,000	10.375
NORTHLAND BANK HELENA CD	2,000	10.375	10-09-79	2,000,000	2,000,000	10.375
FIRST FEDERAL BANK & TRUST CD	100	8.750	09-14-79	100,000	100,000	8.750
FIRST FEDERAL BANK & TRUST CD	100	10.500	01-25-80	100,000	100,000	10.500
FIRST FEDERAL BANK & TRUST CD	100	10.500	08-03-79	100,000	100,000	10.500
FIRST FEDERAL BANK & TRUST CD	200	10.500	08-22-79	200,000	200,000	10.500
FIRST FEDERAL BANK & TRUST CD	100	10.500	03-14-80	100,000	100,000	10.500
FIRST FEDERAL BANK & TRUST CD	200	10.250	12-05-79	200,000	200,000	10.250
FIRST FEDERAL BANK & TRUST CD	100	8.500	09-07-79	100,000	100,000	8.500
FIRST FEDERAL BANK DUBLIN LOINCE CD	200	10.375	10-09-79	200,000	200,000	10.375
FIRST FEDERAL BANK HOKKAIDO CD	100	10.500	09-12-79	100,000	100,000	10.500
FIRST FEDERAL BANK HOKKAIDO CD	400	7.250	10-10-80	400,000	400,000	7.250
FIRST FEDERAL BANK HOKKAIDO CD	200	6.375	04-25-80	200,000	200,000	6.375
FIRST FEDERAL BANK GLASGOW CD	200	6.620	04-27-81	200,000	200,000	6.620
FIRST FEDERAL BANK GLASGOW CD	200	6.770	04-26-82	200,000	200,000	6.770
FIRST FEDERAL BANK GLASGOW CD	400	8.750	09-21-79	400,000	400,000	8.750
FIRST FEDERAL BANK GLASGOW CD	350	10.250	04-18-80	350,000	350,000	10.250
FIRST FEDERAL BANK GREAT DIVIDE CD	300	6.800	10-26-79	300,000	300,000	6.800
FIRST FEDERAL BANK GREAT FALLS CD	100	7.500	04-08-81	100,000	100,000	7.500
HORNBECK FEDERAL BANK GREAT FALLS CD	1,000	8.500	07-13-79	1,000,000	1,000,000	8.500
HORNBECK FEDERAL BANK GREAT FALLS CD	500	8.500	07-17-79	500,000	500,000	8.500
HORNBECK FEDERAL BANK GREAT FALLS CD	500	7.500	01-21-80	500,000	500,000	7.500
HORNBECK FEDERAL BANK GREAT FALLS CD	500	7.625	04-20-81	500,000	500,000	7.625
FIRST FEDERAL BANK GREAT FALLS CD	200	7.250	10-03-80	200,000	200,000	7.250
FIRST FEDERAL BANK GREAT FALLS CD	750	8.500	07-13-79	750,000	750,000	8.500
FIRST WESTSIDE NATL BANK GREAT FALLS CD	500	10.750	01-04-80	500,000	500,000	10.750
FIRST WESTSIDE NATL BANK GREAT FALLS CD	200	10.500	09-17-79	200,000	200,000	10.500
FIRST WESTSIDE NATL BANK GREAT FALLS CD	100	10.500	09-24-79	100,000	100,000	10.500
FIRST WESTSIDE NATL BANK GREAT FALLS CD	200	10.375	10-16-79	200,000	200,000	10.375
FIRST WESTSIDE NATL BANK GREAT FALLS CD	250	10.500	11-20-79	250,000	250,000	10.500
FIRST WESTSIDE NATL BANK GREAT FALLS CD	500	10.250	12-03-79	500,000	500,000	10.250
FIRST WESTSIDE NATL BANK GF CD	300	10.250	12-17-79	300,000	300,000	10.250
VILLAGE BANK GREAT FALLS CD	500	7.000	10-15-79	500,000	500,000	7.000
VILLAGE BANK GREAT FALLS CD	200	8.500	08-03-79	200,000	200,000	8.500
VILLAGE BANK GREAT FALLS CD	500	9.250	10-16-79	500,000	500,000	9.250
VILLAGE BANK GREAT FALLS CD	300	10.500	11-20-79	300,000	300,000	10.500
GREAT FALLS FEDERAL SAVINGS & LOAN CD	100	10.250	04-25-80	100,000	100,000	10.250
GREAT FALLS FEDERAL SAVINGS & LOAN CD	100	7.670	04-08-81	100,000	100,000	7.670
FIRST FEDERAL BANK HAVRE CD	100	7.357	04-08-80	100,000	100,000	7.357
FIRST FEDERAL BANK HELENA CD	1,000	8.125	05-23-80	1,000,000	1,000,000	8.125
FIRST FEDERAL BANK HELENA CD	200	10.500	08-20-80	200,000	200,000	10.500
FIRST FEDERAL BANK HELENA CD	600	10.500	02-22-80	600,000	600,000	10.500
FIRST FEDERAL BANK HELENA CD	1,000	10.250	05-02-80	1,000,000	1,000,000	10.250
FIRST FEDERAL BANK HELENA CD	1,500	6.750	10-15-79	500,000	500,000	6.750
FIRST FEDERAL BANK HELENA CD	500	10.500	01-15-80	500,000	500,000	10.500
FIRST FEDERAL BANK HELENA CD	600	10.375	10-10-79	600,000	600,000	10.375
FIRST FEDERAL BANK HELENA CD	500	10.375	10-16-79	500,000	500,000	10.375
NORTHERN STATES BANK WILMINGTON CD	250	7.375	11-02-82	250,000	250,000	7.375

SHORT TERM INVESTMENT POOL

TIME CERTIFICATES OF DEPOSIT

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
NORTHWESTERN BANK HELENA CD	500	7.750	04-25-80	500,000	500,000	7.750
CONRAD STATE BANK KALISPELL CD	500	7.000	10-08-80	500,000	500,000	7.000
COEUR D'ALENE BANK KALISPELL CD	500	7.125	10-08-81	500,000	500,000	7.125
146-1 COEUR D'ALENE RIB BANK KALISPELL CD	100	7.375	01-08-81	100,000	100,000	7.375
FIRST SECURITY BANK KALISPELL CD	200	7.375	10-21-81	200,000	200,000	7.350
FIRST NATIONAL BANK KALISPELL CD	200	7.140	10-21-80	200,000	200,000	7.180
VALLEY STATE BANK KALISPELL CD	200	10,500	11-05-79	200,000	200,000	10.500
FIRST SECURITY BANK KALISPELL CD	200	10,375	10-02-79	200,000	200,000	10.375
FIRST SECURITY BANK LAUREL CD	100	7.250	10-26-80	100,000	100,000	7.250
FIRST SECURITY BANK LAUREL CD	100	7.250	10-28-81	100,000	100,000	7.250
FIRST SECURITY BANK LINCOLN CD	100	10,500	01-30-80	100,000	100,000	10.500
FIRST SECURITY BANK LINCOLN CD	100	10,250	05-30-80	100,000	100,000	10.250
FIRST SECURITY BANK LIVINGSTON CD	200	6,800	04-25-80	200,000	200,000	6,800
FIRST SECURITY BANK LIVINGSTON CD	200	7,300	04-27-81	200,000	200,000	7,300
FIRST SECURITY BANK LIVINGSTON CD	100	7,600	04-28-80	100,000	100,000	7,600
FIRST SECURITY BANK LIVINGSTON CD	100	7,800	04-27-82	100,000	100,000	7,800
FIRST SECURITY BANK LIVINGSTON CD	100	7,900	04-27-83	100,000	100,000	7,900
FIRST SECURITY BANK LIVINGSTON CD	250	9,250	10-12-79	250,000	250,000	9,250
FIRST SECURITY BANK LIVINGSTON CD	300	10,500	08-15-79	300,000	300,000	10.500
FIRST SECURITY BANK LIVINGSTON CD	300	10,375	10-01-79	300,000	300,000	10.375
FIRST SECURITY BANK LIVINGSTON CD	400	10,150	04-25-80	400,000	400,000	10.150
FIRST SECURITY BANK LIVINGSTON CD	300	10,250	05-23-80	300,000	300,000	10.250
EMPIRE FEDERAL S&L LIVINGSTON CD	100	7,750	04-24-81	100,000	100,000	7,750
FIRST SECURITY BANK MALTA CD	100	8,500	08-24-79	100,000	100,000	8,500
FIRST CITIZENS BANK MILES CITY CD	150	7,650	05-08-80	150,000	150,000	7,650
FIRST CITIZENS BANK MILES CITY CD	150	7,800	05-08-81	150,000	150,000	7,800
FIRST CITIZENS BANK MILES CITY CD	250	7,900	05-07-82	250,000	250,000	7,950
FIRST CITIZENS BANK MILES CITY CD	250	8,100	05-09-83	250,000	250,000	8,050
FIRST CITIZENS BANK MISSOULA CD	100	8,500	07-17-79	100,000	100,000	8,500
FIRST HALL MONTANA BANK MISSOULA CD	500	7,550	10-26-79	500,000	500,000	7,550
FIRST HALL MONTANA BANK MISSOULA CD	500	7,800	10-24-80	500,000	500,000	7,800
FIRST HALL MONTANA BANK MISSOULA CD	500	7,900	10-27-81	500,000	500,000	7,900
FIRST HALL MONTANA BANK MISSOULA CD	250	6,400	05-23-80	250,000	250,000	6,400
FIRST HALL MONTANA BANK MISSOULA CD	250	6,750	05-22-81	250,000	250,000	6,750
FIRST HALL MONTANA BANK MISSOULA CD	500	7,750	05-15-81	500,000	500,000	7,750
FIRST HALL MONTANA BANK MISSOULA CD	500	9,500	10-26-79	500,000	500,000	9,500
SOUTHERN HALL BANK MISSOULA CD	100	7,000	10-03-80	100,000	100,000	7,000
SOUTHERN HALL BANK MISSOULA CD	100	7,250	10-08-81	100,000	100,000	7,250
WESTERN MONTANA HALL BANK MISSOULA CD	900	10,250	12-10-79	900,000	900,000	10,250
WESTERN MONTANA HALL BANK MISSOULA CD	1,000	10,250	12-11-79	1,000,000	1,000,000	10,250
WILSONSBURG MONTANA HALL MISSOULA CD	600	10,250	12-12-79	600,000	600,000	10,250
WILSONSBURG S&L MISSOULA CD	100	7,250	10-07-80	100,000	100,000	7,250
P. J. COUNTY STATE FAIR SWEETBY CD	100	10,500	09-24-79	100,000	100,000	10,500
P. J. COUNTY FAIR SWEETBY CD	200	10,375	10-09-79	200,000	200,000	10,375
BANK OF CHIEF HILL CD	100	10,800	01-22-80	100,000	100,000	10,800
BANK OF SOUTHERN SHAW CD	100	10,900	01-29-80	100,000	100,000	10,900
BANK OF SOUTHERN SHAW CD	100	10,700	07-30-79	100,000	100,000	10,700
BANK OF MURKIN CD	200	10,500	02-13-80	200,000	200,000	10,500

SHORT TERM INVESTMENT POOL

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
TITLE CERTIFICATES OF DEPOSIT						
RICHARD NATL BANK SIDNEY CD	500	9.000	10-12-79	500,000	500,000	9.000
SIDNEY NATL BANK SIDNEY CD	500	6.750	10-19-79	500,000	500,000	6.750
SIDNEY NATL BANK SIDNEY CD	500	7.000	10-20-80	500,000	500,000	7.000
SIDNEY NATL BANK SIDNEY CD	500	7.250	10-19-81	500,000	500,000	7.250
HONOLULU BANK MINERAL COUNTY SUPERIOR CD	100	10.750	12-27-79	100,000	100,000	10.750
HONOLULU BANK MINERAL COUNTY SUPERIOR CD	100	10.500	08-22-79	100,000	100,000	10.500
FIRST NATL BANK TWIN BRIDGES CD	100	10.250	04-25-80	100,000	100,000	10.250
FIRST NATL BANK WHITEFISH CD	250	7.250	04-28-80	250,000	250,000	7.250
FIRST NATL BANK WHITEFISH CD	500	7.750	04-28-81	500,000	500,000	7.750
FIRST STATE BANK WHITEFISH CD	100	7.000	10-08-79	100,000	100,000	7.000
FIRST STATE BANK WHITEFISH CD	200	8.500	07-25-79	200,000	200,000	8.500
FIRST STATE BANK WHITEFISH CD	150	10.250	04-25-80	150,000	150,000	10.250
WESTERN NATL BANK WOLF POINT CD	300	6.650	10-03-79	300,000	300,000	6.650
SUBCLASS TOTAL	66,300			66,300,000	66,300,000	
US BANKERS ACCEPTANCE						
BANKERS ACCEPTANCES CHASE MANHATTAN	1,500	.000	07-20-79	1,487,688	1,492,281	9.850
BANKERS ACCEPTANCES CITIBANK NEW YORK	2,000	.000	07-16-79	1,985,188	1,991,917	9.875
BANKERS ACCEPTANCES NORTHEASTERN	1,000	.000	07-19-79	992,613	995,125	9.850
SUBCLASS TOTAL	4,500			4,465,489	4,479,323	
SECURITY TOTAL	93,660			93,085,898	93,344,707	

US GOVERNMENT OBLIGATIONS

US TREASURY BONDS	8,250	05-15-90	495,758	484,375	8,348
US TREASURY NOTES	500	8.250	05-15-90	495,580	484,375
US TREASURY NOTES	1,000	8.125	08-15-82	990,160	963,125
US TREASURY NOTES	1,000	8.125	08-15-82	990,740	943,125
US TREASURY NOTES	1,000	8.125	08-15-82	1,001,320	983,125
US TREASURY NOTES	2,000	8.500	09-20-79	1,996,120	1,993,736
US TREASURY NOTES	3,000	8.000	02-15-83	3,000,000	2,934,844
US TREASURY NOTES	5,000	7.875	05-15-86	5,000,000	4,778,125
US TREASURY NOTES	2,500	8,000	08-15-86	2,500,000	2,402,314
US TREASURY NOTES	1,000	7.550	06-15-84	998,125	943,300
US TREASURY NOTES	500	7.550	06-15-84	998,125	471,933
US TREASURY NOTES	500	7.250	08-15-84	998,125	7,319
US TREASURY NOTES	1,000	6.625	09-30-79	995,781	942,560
US TREASURY NOTES	720	6.625	09-30-79	718,314	6,749
US TREASURY NOTES	1,280	6.625	09-30-79	1,276,400	1,270,400
US TREASURY NOTES	500	7.500	05-15-81	497,891	487,813

SHORT TERM INVESTMENT POOL

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
GOVERNMENT BONDS						
US GOVERNMENT OBLIGATIONS						
US TREASURY NOTES	500	7.500	05-15-81	498,281	487,813	7.630
US TREASURY NOTES	670	7.875	05-15-83	667,702	651,889	7.950
US TREASURY NOTES	330	7.875	05-15-83	328,866	321,080	7.960
US TREASURY NOTES	1,000	7.875	05-15-83	996,980	972,969	7.940
US TREASURY NOTES	500	8.250	05-15-88	496,016	484,247	8.368
US TREASURY NOTES	1,000	8.250	05-15-88	997,813	968,594	8.282
US TREASURY NOTES	500	8.250	05-15-88	495,625	481,297	8.381
US TREASURY NOTES	1,000	8.250	05-15-88	999,063	906,594	8.264
US TREASURY NOTES	1,000	8.250	05-15-88	991,875	966,594	8.371
US TREASURY NOTES	2,000	8.250	06-30-82	2,000,000	1,973,750	8.250
SUBCLASS TOTAL	30,500			30,441,690	29,662,176	
SECURITY TOTAL	30,500			30,441,690	29,662,176	
GOVERNMENT AGENCIES						
US GOVERNMENT AGENCIES						
FEDERAL FARM CREDIT BANKS	2,000	10.400	02-04-79	1,928,281	2,001,875	10.570
FEDERAL HOME LOAN BANKS	2,000	10.450	12-03-79	2,000,000	2,004,063	10.450
FEDERAL HOME LOAN BANKS	2,000	10.250	01-02-80	2,000,000	2,004,063	10.250
FEDERAL HOME LOAN BANKS	2,000	10.250	01-02-80	2,000,000	2,004,063	10.250
FEDERAL HOME LOAN BANKS	500	8.750	05-25-84	500,000	496,250	8.750
FEDERAL HOME LOAN BANKS	500	8.750	05-25-84	500,000	496,250	8.750
FEDERAL HOME LOAN BANKS	1,000	7.600	08-25-87	1,000,000	917,188	7.600
FEDERAL HOME LOAN BANKS	1,000	7.600	08-25-87	1,000,000	917,168	7.600
FEDERAL HOME LOAN BANKS	1,000	9.300	08-25-83	996,094	1,008,125	9.408
FEDERAL NATIONAL MORTGAGE ASSOCIATION	1,000	9.300	08-25-83	996,094	1,008,125	9.408
FEDERAL NATIONAL MORTGAGE ASSOCIATION	500	7.350	12-10-82	500,000	474,51	7.350
FEDERAL NATIONAL MORTGAGE ASSOCIATION	500	7.350	12-10-82	500,000	474,531	7.350
FEDERAL NATIONAL MORTGAGE ASSOCIATION	500	7.300	12-10-81	500,000	479,875	7.300
FEDERAL NATIONAL MORTGAGE ASSOCIATION	750	7.300	12-10-81	750,000	719,75	7.300
FEDERAL NATIONAL MORTGAGE ASSOCIATION	500	9.700	09-10-81	500,000	503,34	9.700
FEDERAL NATIONAL MORTGAGE ASSOCIATION	500	9.700	09-10-81	500,000	474,531	9.700
FEDERAL NATIONAL MORTGAGE ASSOCIATION	1,000	7.750	03-10-83	1,000,000	958,750	7.750
FEDERAL NATIONAL MORTGAGE ASSOCIATION	500	7.750	03-10-83	500,000	479,375	7.750
FEDERAL NATIONAL MORTGAGE ASSOCIATION	500	7.750	03-10-83	500,000	479,375	7.750
FEDERAL NATIONAL MORTGAGE ASSOCIATION	1,000	7.350	04-10-84	1,000,000	943,750	7.350
FEDERAL NATIONAL MORTGAGE ASSOCIATION	1,000	7.350	04-10-84	1,000,000	933,710	7.350
FEDERAL NATIONAL MORTGAGE ASSOCIATION	500	7.250	07-10-85	500,000	458,701	7.250
FEDERAL NATIONAL MORTGAGE ASSOCIATION	500	7.250	07-10-85	500,000	458,701	7.250
FEDERAL NATIONAL MORTGAGE ASSOCIATION	1,000	7.550	12-10-84	995,600	945,600	7.632
FEDERAL NATIONAL MORTGAGE ASSOCIATION	500	8.200	04-10-84	500,000	483,44	8.200
FEDERAL NATIONAL MORTGAGE ASSOCIATION	500	8.200	04-10-84	500,000	483,44	8.200
FEDERAL NATIONAL MORTGAGE ASSOCIATION	1,000	8.200	04-10-84	1,000,000	966,875	8.200
FEDERAL NATIONAL MORTGAGE ASSOCIATION	1,000	8.750	04-11-83	1,000,000	950,000	8.750
FEDERAL NATIONAL MORTGAGE ASSOCIATION	1,000	8.750	04-11-83	1,000,000	990,000	8.750

SHORT TERM INVESTMENT POOL

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
GOVERNMENT AGENCIES						
US GOVERNMENT AGENCIES						
FEDERAL INTERMEDIATE CREDIT BANKS	1,000	7.400	01-02-80	998,750	988,750	7.434
FEDERAL COMMERCIAL CREDIT BANKS	1,000	7.000	6-1-01-82	1,000,000	951,350	7,000
FEDERAL COMMERCIAL CREDIT BANKS	300	7.300	6-7-01-80	500,000	480,144	7,300
FEDERAL INTERMEDIATE CREDIT BANKS	2,500	7.300	6-7-01-80	2,500,000	2,448,703	7,300
FEDERAL LAND BANKS	1,000	9.100	07-20-81	1,000,000	998,438	9.100
FEDERAL LAND BANKS	500	7.600	0-1-20-87	499,688	460,625	7.610
FEDERAL LAND BANKS	500	7.600	0-1-20-87	499,844	460,625	7.604
FEDERAL LAND BANKS	2,000	7.350	1-0-20-83	2,000,000	1,683,125	7.350
FEDERAL LAND BANKS	2,000	7.350	1-0-20-83	2,000,000	1,883,125	7.350
FEDERAL LAND BANKS	500	8.700	07-20-82	500,000	495,388	8.700
FEDERAL LAND BANKS	250	8.700	07-20-82	250,000	247,969	8.700
FEDERAL LAND BANKS	500	8.700	07-20-82	500,000	495,938	8.700
FEDERAL LAND BANKS	500	8.700	07-20-82	500,000	495,938	8.700
FEDERAL LAND BANKS	250	8.700	07-20-82	250,000	247,969	8.700
SUBCLASS TOTAL	39,250			39,234,351	38,107,271	
SECURITY TOTAL	39,250			39,234,351	38,107,271	
FUND TOTAL	182,550			181,789,889	179,255,413	

PUBLIC EMPLOYEES' RETIREMENT FUND

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
Contractual Bonds						
Federal						
ALLIED CHEMICAL CORP	7,875	09-01-96	489,415	7,941	445,949	
AIR RACER CYANAMID CO	500	8.375	03-15-06	497,773	458,750	8.420
ATLANTIC RICHFIELD	200	7.750	12-15-03	200,000	176,320	7.750
ATLANTIC RICHFIELD	115	7.750	12-15-03	115,000	101,334	7.750
BEDAWCO INC ARCO INDEPENDENCE PP	990	8.750	12-01-01	990,000	930,105	8.750
BETHLEHEM STEEL	1,000	8.375	03-01-01	993,498	888,960	8.450
BORDEN	500	9.375	06-15-09	500,000	503,750	9.375
CATERPILLAR TRACTOR CO	300	8.600	05-01-99	300,000	288,750	8.600
CATERPILLAR TRACTOR CO	100	8.600	05-01-99	100,000	96,250	8.600
CATERPILLAR TRACTOR CO	500	8.000	11-01-01	500,000	457,500	8.000
CENTRAL SIGMA CO INC	250	7.500	08-01-97	249,548	218,450	7.522
CONTINENTAL OIL CO	500	8.875	06-01-01	498,904	485,600	8.900
COUNTRYIDE STATIONS INC PP	456	7.750	12-01-01	456,000	391,750	7.750
CROWN ZELLERBACH SOUTH TIMBER CORP PP	500	8.125	05-01-94	500,000	442,200	8.125
CROWN ZELLERBACH SOUTH TIMBER CORP PP	381	8.125	05-01-94	380,594	336,597	8.125
DOW CHEMICAL CO	500	8.625	02-15-08	496,178	467,760	8.700
DURAGA INDUSTRIES	500	8.650	05-15-85	500,000	470,313	8.650
EATON DEBS	500	8.500	05-01-06	500,000	475,660	8.500
EMERSON MILLS INC	500	9.375	03-01-09	495,288	502,500	9.469
EMERSON TRACTION CO	500	9.250	04-01-00	497,923	503,750	9.302
HOCHULI CHEMICAL CORP PP	278	10.500	06-29-96	478,380	505,839	10.500
HOCHELI CHEMICAL CORP PP	22	10.500	06-29-96	22,332	23,614	10.500
HUGHTON RAND CO	500	8.750	05-01-85	499,125	485,550	8.796
INDIAO STEEL	500	7.900	01-15-07	500,000	430,650	7.900
INDUSTRIAL HARVESTER	500	9.000	06-15-04	496,671	458,600	9.078
INDUSTRIAL PHILIPS AND CHEMICAL CORP	500	9.350	11-01-00	500,000	460,000	9.350
INTERNATIONAL PAPER CO	500	8.850	12-15-00	500,000	434,400	8.850
KENWALE OIL CO	400	7.625	05-15-97	400,000	341,520	7.625
KRAFT INC	500	7.600	01-15-07	500,000	435,850	7.600
MARATHON OIL CO DEBS	200	8.500	11-01-06	199,088	165,240	8.550
MARATHON OIL CO DEBS	500	8.500	11-01-06	497,721	463,100	8.550
JR MCDERMOTT & CO	500	9.625	03-15-04	498,763	485,000	9.651
HOBH CORP	500	8.500	06-15-01	484,545	470,600	8.850
GONTGHERY MARD CREDIT	500	9.375	05-15-84	498,886	493,700	9.438
ML INDUSTRIES INC	500	9.375	07-01-00	500,000	492,100	9.375
NABISCO INC SINKING FUND DEBS	350	7.750	11-01-03	348,579	308,595	7.793
PHILLIPS MORRIS PP	1,000	8.875	11-30-98	1,000,000	906,600	8.875
PHILLIPS TETRAFUMI DEBS	500	8.875	11-15-00	500,000	490,600	8.875
RCA CORPORATION	100	10.200	08-15-92	500,000	518,125	10.200
RCA CORPORATION	500	9.000	01-15-07	500,000	453,500	9.000
RJ REYNOLDS INDUSTRIES	500	8.000	04-01-06	498,883	450,600	8.020
SABRETT OIL CO	500	8.750	05-15-05	496,762	485,000	8.821
SABRETT OIL BT ALASKA PP	500	8.000	04-15-07	500,000	496,000	8.000
SHELL OIL USA AFFILIATE PP	486	8.400	03-14-01	486,386	417,064	8.400
SOUTH INTERNATIONAL	1,000	9.300	03-07-02	1,000,000	905,100	9.300
STANDARD OIL OF CALIFORNIA PP	500	9.850	05-15-04	500,000	512,500	9.850
STANDARD OIL OF CALIFORNIA PP	333	7.500	01-01-99	333,335	279,768	7.500

PUBLIC EMPLOYEES' RETIREMENT FUND

	SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
CORPORATE BONDS							
INDUSTRIAL							
STANDARD OIL OF CALIFORNIA PP	950	8.500	07-02-99	950,000	881,505	8,500	
STANDARD OIL OF CALIFORNIA PP VESSEL 173	333	7.500	01-01-99	333,335	279,768	7.500	
SYSTEMS BUILDING CORP PP	709	8.000	07-01-97	709,439	611,077	8.000	
TEXACO INC	500	8.500	04-01-06	496,656	479,530	8.569	
TEXACO INC	500	8.500	04-01-06	496,656	469,530	8.569	
UNION OIL CO OF CALIFORNIA	1,000	8.625	03-01-06	993,328	945,000	8.695	
UNION OIL CO OF CALIFORNIA	400	8.625	03-01-06	397,331	378,000	8.695	
UNION OIL CO OF CALIFORNIA PP	500	7.500	01-01-98	500,000	417,400	7.500	
WEYERHAEUSER CO	300	7.950	08-15-06	298,976	270,000	7.980	
WEYERHAEUSER CO	500	7.950	08-15-06	498,293	450,000	7.980	
SUBCLASS TOTAL		28,345		28,273,591	26,515,358		
BANKS AND INSURANCE							
AETNA LIFE & CASUALTY CO	500	8.125	10-15-07	497,640	450,650	8.169	
AETNA LIFE & CASUALTY CO	500	8.125	10-15-07	497,640	450,650	8.169	
BANK OF AMERICA CORP	500	8.350	05-15-07	500,000	452,900	8.350	
BANK OF AMERICA CORP	200	8.350	05-15-07	200,000	181,160	8.350	
BANKERS TRUST NEW YORK CORP	500	8.625	11-01-02	498,831	444,300	8.649	
BERKSHIRE HATHAWAY INC PP	471	8.000	03-01-93	471,000	414,177	8.000	
CHEMICAL NEW YORK CORP	500	8.250	08-01-02	497,549	443,900	8.300	
CITICORP NOTES	500	8.450	03-15-07	498,474	453,300	8.500	
CROCKER NATIONAL CORP	500	8.600	12-01-02	497,653	449,400	8.648	
DOWJELL BANKSHARES	300	7.750	11-15-96	300,000	248,610	7.750	
FIRST BANK SYSTEM FINES	200	6.750	09-15-79	200,000	196,680	6.750	
FIRST NATIONAL BANK ARIZONA	500	7.700	04-01-97	499,104	410,000	7.722	
FIRST SECURITY CORP PP	500	8.500	10-01-97	500,000	449,000	8.500	
INDUSTRIAL NATIONAL CORP NOTES	500	7.400	07-01-81	500,000	473,750	7.400	
MANUFACTURERS HANOVER CORP	500	8.125	08-15-07	497,067	437,200	8.180	
HORTON'ST BANCORPORATION	500	7.750	03-15-03	500,000	422,050	7.750	
SAFECO CORP	400	7.600	12-15-86	400,000	356,000	7.600	
SAFECO CORP	100	7.600	12-15-86	100,000	89,000	7.600	
SUBCLASS TOTAL		7,671		7,654,958	6,824,827		
OTHER FINANCIAL							
AVCO FINANCIAL SERVICES	250	7.875	05-01-92	248,382	216,850	7,976	
AVCO FINANCIAL SERVICES	500	7.625	12-01-97	500,000	412,400	7,625	
BENEFICIAL CORP	500	8.300	06-01-03	500,000	410,100	8,300	
BENEFICIAL CORP	500	8.350	02-15-88	500,000	469,350	8,350	
CHANNELVIEW LEASING CO INC PP	500	9.250	07-15-96	500,000	487,450	9,250	
COMMERCIAL CREDIT CORP	500	7.750	02-15-92	496,784	424,950	7,851	

PUBLIC EMPLOYEES' RETIREMENT FUND

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
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OTHER FINANCIAL

COMMERCIAL CREDIT NOTES						
FORD MOTOR CREDIT NOTES	500	8.000	01-15-81	500,000	489,313	8,000
GENERAL ELECTRIC CREDIT	500	8.375	05-01-84	498,791	481,750	8,439
GENERAL MOTORS ACCEPTANCE CORP	500	8.075	06-01-82	500,000	492,100	8,875
GENERAL MOTORS ACCEPTANCE CORP	500	7.350	01-15-87	500,000	446,700	7,350
GENERAL MOTORS ACCEPTANCE CORP	500	8.000	01-15-02	500,000	442,050	8,000
GENERAL MOTORS ACCEPTANCE CORP	500	8.000	07-15-07	495,909	438,650	8,076
GENERAL MOTORS ACCEPTANCE CORP	500	8.250	11-15-06	498,820	451,300	8,272
GENERAL MOTORS ACCEPTANCE CORP	500	8.650	02-15-08	500,000	468,950	8,650
GUTHRIE WALTER E CO	500	7.750	04-01-92	497,579	431,900	7,825
HONEYWELL FINANCE CORP	500	8.200	12-15-98	500,000	443,600	8,200
HONEYWELL FINANCE CORP	500	9.650	11-01-81	500,000	494,610	9,650
HOUSEHOLD FINANCE DBS	150	7.750	10-01-99	150,000	128,515	7,750
HOUSEHOLD FINANCE CORP	500	8.375	10-01-03	496,406	453,450	8,450
INDEBTFATIONAL HARVESTER CREDIT CORP	500	8.625	08-01-91	500,000	453,950	8,625
INDEBTFATIONAL HARVESTER CREDIT CORP	500	7.500	01-15-94	498,267	401,950	7,550
NATIONAL RURAL UTILITIES	500	9.750	04-01-09	497,619	502,550	9,800
JC PENNEY FINANCIAL CORP	200	7.875	09-15-91	199,378	174,860	7,925
JC PENNEY FINANCIAL CORP	100	7.875	09-15-91	99,689	87,490	7,925
TRANSAMERICA FINANCIAL CORP	500	7.875	11-01-91	497,656	436,700	7,951
SUBCLASS TOTAL	11,200			11,175,280	10,481,028	

SUBCLASS TOTAL

TRANSPORTATION EXCL. RAILROADS						
CALIFORNIA AND HAWAIIAN SUGAR CO PP	426	8.250	08-24-93	426,284	379,137	8,250
COLONIAL PIPELINE PP	462	7.875	06-01-02	462,000	309,933	7,875
EXXON PIPELINE CO NOTES	500	8.050	10-15-80	500,000	450,650	8,050
LAKESHORE PIPELINE CO INC	200	7.600	06-15-97	200,000	172,440	7,600
MICHIGAN WISCONSIN PIPELINE	200	5.750	04-15-86	178,093	167,460	7,958
MICHIGAN WISCONSIN PIPELINE	300	7.625	10-01-92	203,507	200,740	7,699
SOLID GP TRANS ALASKA PIPELINE	500	9.750	12-01-99	530,449	536,630	9,053
SUBCLASS TOTAL	2,588			2,595,333	2,370,210	

RAILROADS						
AMERICAN RAIL BOX CAR CO PP	1,404	9.125	11-01-90	403,571	402,764	9,125
ATCHISON TOPEKA & SANTA FE RR PP	1,011	8.625	09-19-89	1,010,855	975,879	8,625
BURLINGTON NORTHERN	500	8.600	01-15-99	500,000	451,950	8,600
GENERAL AMERICAN TRANSPORTATION	500	8.750	05-01-81	500,000	491,260	8,750
GENERAL AIR RAIL TRANSPORTATION	500	8.150	06-01-97	500,000	477,760	8,150
ST LOUIS SOUTHWESTERN RR PP	500	9.000	09-01-91	500,000	483,400	9,000
SOUTHERN RAILWAY CO	400	7.375	11-15-91	390,493	337,500	7,700
TRAILER TRAIN EQUIPMENT TRUST PP	459	11.250	07-15-89	458,684	502,075	11,250

PUBLIC EMPLOYEES' RETIREMENT FUND

SECURITY	PAR VALUE (000)	INITIAL RAIL DATE	MATURITY DATE	COST	MARKET VALUE	YIELD
RAILROADS						
TRAILER TRAIN CO PP	500	8,750	04-01-89	500,000	474,850	8.750
UNION PACIFIC CORP NOTES	500	8,600	05-01-83	500,000	469,600	8.600
UNION PACIFIC CORP	500	8,400	03-01-01	500,000	456,100	8.400
UNION PACIFIC RAILROAD EQUIPMENT TRUST	500	7,700	01-01-92	500,000	441,550	7.700
SUBCLASS TOTAL	6,274			6,263,603	5,947,378	

UTILITIES

ALABAMA POWER CO	10,500	12-01-05	500,000	486,930	10,500
AMERICAN TEL & TEL	100	2,750	08-01-80	98,831	94,340
AMERICAN TEL & TEL	225	5,625	08-01-95	198,581	7,116
AMERICAN TEL & TEL	100	5,625	03-01-95	100,401	5,582
AMERICAN TEL & TEL	400	5,625	03-01-95	401,605	5,579
AMERICAN TEL & TEL	150	4,375	10-01-96	149,646	4,397
AMERICAN TEL & TEL	100	4,750	06-01-98	104,236	4,371
AMERICAN TEL & TEL	400	4,375	03-01-99	402,058	4,330
AMERICAN TEL & TEL	31	4,375	05-01-99	30,952	18,213
AMERICAN TEL & TEL	65	4,375	05-01-99	64,682	38,168
ARIZONA PUBLIC SERVICE	700	7,400	03-15-02	700,000	563,500
ARKANSAS LOUISIANA GAS	500	9,100	10-01-98	500,000	478,700
ATLANTIC CITY ELECTRIC	225	4,375	03-01-93	226,030	138,105
BALTIMORE GAS & ELECTRIC CO	200	4,500	07-15-94	201,366	122,500
BALTIMORE GAS & ELECTRIC	400	8,375	09-15-06	402,946	31,9160
BALTINIRE GAS & ELECTRIC	500	9,375	07-01-08	500,000	467,500
BELL TELEPHONE CO OF PENN	200	6,750	05-01-08	200,000	153,920
BELL TELEPHONE CO OF PENN	250	8,000	03-01-09	260,596	220,675
BOSTON EDISON CO	23	3,000	03-01-84	525,278	471,500
BOSTON EDISON CO	143	4,625	06-01-87	21,656	16,560
BOSTON EDISON CO	350	4,750	11-01-95	133,389	101,173
CAROLINA POWER & LIGHT CO	50	6,875	10-01-98	495,878	204,330
CENTRAL ILLINOIS LIGHT CO	125	9,125	08-01-00	47,374	30,690
CENTRAL ILLINOIS LIGHT CO	500	9,250	05-01-06	128,928	117,500
CENTRAL ILLINOIS PUBLIC SERVICE	115	4,500	05-01-94	496,639	472,500
CENTRAL POWER & LIGHT	500	8,250	10-01-08	115,775	71,727
CENTRAL TELEPHONE CO OF DELAWARE	300	7,600	10-01-97	300,000	250,500
CENTRAL TELEPHONE CO OF DELAWARE	200	7,600	10-01-97	200,000	167,000
CHESAPE & POTOMAC TEL MARYLAND	60	4,125	12-01-93	51,174	37,270
CHESAPE & POTOMAC TEL MARYLAND	220	6,625	10-01-08	220,605	166,936
CHESAPE & POTOMAC TEL MARYLAND	200	6,625	10-01-08	200,549	151,760
CHESAPE & POTOMAC TEL MARYLAND	195	6,625	10-01-08	195,536	147,916
CHESAPE & POTOMAC TEL MARYLAND	500	8,875	05-01-09	520,744	481,000
CHESAPE & POTOMAC TEL VIRGINIA	200	5,250	05-01-05	202,225	127,260
CHESAPE & POTOMAC TEL VIRGINIA	700	5,625	03-01-07	598,023	464,660
CHESAPE & POTOMAC TEL VIRGINIA	250	5,625	03-01-07	253,231	165,950

PUBLIC EMPLOYEES' RETIREMENT FUND

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	PER ET VALUE	YIELD
UTILITIES						
CHESAPEAKE & POTOMAC TEL VIRGINIA	265	05-01-08	265, 485	203, 388	6, 731	
CHESAPEAKE & POTOMAC TEL OF WASHINGTON	100	4, 375	02-01-98	99, 688	59, 500	4, 403
CHESAPEAKE & POTOMAC TEL WEST VIRGINIA	400	7, 250	05-01-09	462, 084	310, 520	7, 193
CHESAPEAKE & POTOMAC TEL	100	9, 000	05-15-15	93, 430	96, 580	9, 659
CINCINNATI TEL TEL	500	7, 375	08-01-11	498, 692	407, 500	7, 400
CINCINNATI GAS AND ELECTRIC CO	200	7, 375	05-01-99	201, 055	163, 760	7, 312
CLEVELAND ELECTRIC CO	100	2, 750	09-01-85	91, 560	69, 600	4, 334
CLEVELAND ELECTRIC CO	140	7, 125	01-15-90	141, 014	110, 110	6, 997
CLEVELAND ELECTRIC CO	85	4, 250	03-01-87	84, 721	62, 263	4, 318
CLEVELAND ELECTRIC CO	215	4, 250	03-01-87	197, 589	177, 496	5, 968
CLEVELAND ELECTRIC CO	100	4, 625	03-01-90	101, 228	69, 750	4, 438
CLEVELAND ELECTRIC CO	100	4, 625	03-01-90	101, 222	59, 750	4, 460
CLEVELAND ELECTRIC CO	400	8, 750	03-01-05	400, 000	366, 110	8, 750
CLEVELAND ELECTRIC CO	500	8, 125	01-15-07	497, 701	431, 050	8, 170
CLEVELAND ELECTRIC CO	500	8, 250	12-01-07	490, 518	438, 840	8, 434
CLEVELAND ELECTRIC CO	500	9, 125	10-15-08	491, 449	473, 000	9, 299
CLEVELAND ELECTRIC COMPANY PP	1, 000	9, 125	06-01-98	1, 000, 000	971, 500	9, 125
COEUR D'ALENE POWER CO	270	6, 375	10-01-98	267, 342	204, 201	6, 988
COEUR D'ALENE POWER CO	212	6, 875	10-01-98	210, 637	160, 336	6, 945
COEUR D'ALENE POWER CO	200	7, 900	04-15-02	197, 705	169, 500	8, 033
COEUR D'ALENE POWER CO	250	7, 900	04-15-02	250, 000	203, 115	7, 900
COEUR D'ALENE POWER CO	200	7, 900	04-15-02	197, 322	162, 500	8, 050
COEUR D'ALENE POWER CO	250	7, 900	04-15-02	247, 609	203, 125	8, 011
COEUR D'ALENE NATURAL GAS CO	500	9, 250	07-01-95	500, 000	493, 650	9, 250
CONSOLIDATED POWER CO	40	4, 625	08-01-89	40, 579	27, 200	4, 331
CONSOLIDATED POWER CO	50	6, 875	05-01-98	50, 244	37, 690	6, 815
CONSOLIDATED POWER CO	300	11, 375	03-01-94	300, 000	317, 610	11, 375
CONSOLIDATED POWER & LIGHT	200	4, 025	10-01-94	202, 450	122, 000	4, 492
CONSOLIDATED POWER CO	665	9, 600	12-01-99	716, 427	531, 875	6, 046
CONSOLIDATED POWER CO	500	9, 875	05-01-04	490, 135	476, 650	10, 129
CONSOLIDATED TELEPHONE CO	100	4, 625	09-01-05	100, 196	57, 605	4, 605
CONSOLIDATED TELEPHONE CO	200	5, 375	04-01-97	200, 958	129, 840	5, 323
CONSOLIDATED POWER CO	175	6, 375	02-01-93	175, 392	127, 663	6, 317
DOUGLASS LIGHT CO	300	7, 000	01-01-99	298, 947	228, 750	7, 040
DOUGLASS LIGHT CO	245	7, 750	07-01-99	247, 211	199, 675	7, 641
DOUGLASS LIGHT CO	350	8, 750	03-01-00	350, 000	315, 000	8, 750
DOUGLASS LIGHT & POWER	500	10, 125	02-01-09	494, 435	505, 000	10, 244
DOUGLASS POWER CO	2, 000	9, 950	05-01-04	2, 000, 000	1, 981, 200	9, 950
DOUGLASS POWER CO	455	8, 000	06-15-97	455, 000	378, 105	8, 000
FLORIDA POWER & LIGHT	250	4, 625	04-01-94	253, 886	155, 625	4, 455
FLORIDA POWER & LIGHT	200	5, 600	12-01-95	137, 528	126, 500	9, 204
FLORIDA POWER & LIGHT	300	7, 750	09-01-01	303, 953	260, 530	7, 593
FLORIDA POWER CO	200	9, 000	11-01-00	204, 784	167, 000	8, 690
FLORIDA POWER CO OF MIDWEST	500	7, 675	01-01-03	300, 000	107, 300	7, 625
FLORIDA POWER CO OF SOUTHWEST	300	7, 500	10-01-02	297, 702	200, 000	7, 000
GEORGIA POWER CO	300	7, 375	03-01-01	294, 950	225, 000	7, 565
GEORGIA POWER CO	200	7, 500	12-01-02	300, 000	224, 100	7, 500
GEORGIA POWER CO	200	7, 500	12-01-02	200, 000	149, 400	7, 500

PUBLIC EMPLOYEES' RETIREMENT FUND

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD VALUE
UTILITIES						
GULF STATES UTILITIES	200	4.625	10-01-94	142,568	125,000	8.259
HOUSTON ILLINOIS & POWER	250	6.750	10-01-98	238,995	100, C21	7.266
IDAHO POWER CO	50	6.750	11-01-97	50,546	39,125	6.622
IDAHO POWER CO	100	4.500	10-15-98	100,527	70,000	4.415
IDAHO POWER CO	100	4.500	11-01-91	100,991	64,750	4.374
ILLINOIS BELL TELEPHONE CO	500	9.000	08-15-08	496,966	467,500	9.060
INDIANA AND MICHIGAN ELECTRIC CO	35	4.250	03-01-88	31,823	26,421	6.015
INDIANA BELL TELEPHONE CO	25	4.375	08-01-93	215,139	122,550	4.367
INDIANA BELL TELEPHONE CO	450	4.375	06-01-03	451,455	253,125	4.348
ILLINOIS ILLINOIS GAS AND ELECTRIC	200	5.500	04-01-07	201,225	131,000	5.413
ILLINOIS PUBLIC SERVICE	500	8.750	04-01-06	498,885	460,650	8.770
JEROME CENTRAL POWER & LIGHT	200	7.375	06-01-02	196,170	161,000	7.548
KANSAS CITY POWER & LIGHT CO	500	8.000	11-01-01	504,717	381,250	7.890
KANSAS CITY POWER & LIGHT CO	225	5.750	05-15-97	225,551	156,938	5.723
KANSAS CITY POWER & LIGHT CO	200	6.750	04-01-98	201,501	154,260	6.661
KENTUCKY POWER CO	260	7.125	02-01-99	261,238	207,038	7.069
KENTUCKY POWER & LIGHT CO	500	5.125	01-01-96	403,826	321,250	7.674
ENSEARCH	300	7.500	12-01-96	299,473	246,750	7.522
FORT CARSON	200	7.500	12-01-96	199,648	164,500	7.522
FOOTBALL FIELD GAS & ELECT CO	45	2.750	11-01-79	44,763	44,016	4.245
MICHIGAN BELL TELEPHONE CO	175	6.375	02-01-05	176,028	129,308	6.319
MICHIGAN BELL TELEPHONE CO	450	6.375	02-01-05	474,902	332,505	6.419
MICHIGAN CONSOLIDATED GAS CO	200	9.600	10-01-08	214,606	101,500	8.810
MICHIGAN CONSOLIDATED GAS CO	30	4.500	03-15-88	30,288	21,361	4.334
MINNESOTA GAS CO	200	7.875	12-01-96	200,000	169,500	7.875
MINNESOTA POWER & LIGHT	500	10.500	08-01-05	500,000	517,500	10.500
MINNESOTA POWER & LIGHT	500	8.700	09-01-06	500,000	449,400	8.700
MINNESOTA POWER & LIGHT	500	8.350	09-01-07	500,000	436,250	8.350
MISSISSIPPI POWER & LIGHT CO	500	8.350	09-01-07	500,000	436,250	8.350
MISSISSIPPI POWER & LIGHT CO	200	7.750	05-01-02	200,000	163,500	7.750
MISSISSIPPI POWER & LIGHT CO	300	7.750	05-01-02	300,000	245,250	7.750
MONTANA POWER CO	20	4.500	04-01-89	20,170	13,700	4.366
MONTANA POWER CO	200	4.500	04-01-89	201,094	137,000	4.414
MONTANA POWER CO	21	4.500	04-01-89	21,113	14,385	4.414
MONTANA POWER CO	400	7.500	04-01-01	400,000	319,000	7.500
MONTANA POWER CO	500	8.625	03-01-04	501,095	448,750	8.599
MONTANA POWER CO	500	9.600	07-01-05	500,000	483,150	9.600
MONTANA POWER CO	500	9.875	01-01-09	496,487	443,750	9.949
MOUNTAIN STATES TEL & TEL	500	9.875	01-01-09	496,487	443,750	9.949
MOUNTAIN STATES TEL & TEL	100	4.375	02-01-88	98,667	65,250	5.449
MOUNTAIN STATES TEL & TEL	100	4.375	02-01-88	99,698	72,630	4.602
MOUNTAIN STATES TEL & TEL	100	4.375	02-01-88	91,734	72,630	4.426
MOUNTAIN STATES TEL & TEL	200	5.000	04-01-00	205,758	125,760	4.746
MOUNTAIN STATES TEL & TEL	100	5.500	06-01-05	100,596	65,250	5.449
MOUNTAIN STATES TEL & TEL	300	6.000	03-01-07	100,000	207,750	6.000
MOUNTAIN STATES TEL & TEL	160	6.000	08-01-07	154,488	110,600	6.309
MOUNTAIN STATES TEL & TEL	200	6.010	08-01-07	200,000	136,500	5.900
MOUNTAIN STATES TEL & TEL	300	8.700	09-01-01	500,000	492,700	5.700

PUBLIC EMPLOYEES' RETIREMENT FUND

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MAADEFI VALUE	YIELD
UTILITIES						
NEW ENGLAND TEL & TEL	500	8.625	04-01-18	495,155	467,100	8.710
NEW ENGLAND TEL & TEL	100	4.625	04-01-99	101,758	60,500	4.465
NEW ENGLAND TEL & TEL	200	6.125	10-01-06	201,465	140,660	6.057
NEW ENGLAND TEL & TEL	350	6.125	10-01-06	350,000	240,155	6.125
NEW ENGLAND TEL & TEL	950	6.125	10-01-06	720,278	668,135	6.503
NEW JERSEY BELL TELEPHONE CO	150	5.875	12-01-06	151,507	104,250	5.782
NEW JERSEY BELL TELEPHONE CO	300	6.625	04-01-08	301,175	227,640	6.533
NEW JERSEY BELL TELEPHONE CO	1,040	7.250	04-01-11	1,018,811	849,883	7.447
NEW YORK STATE ELECTRIC & GAS CORP	1,100	5.625	01-01-97	86,043	67,630	7.350
NEW YORK TELEPHONE CO	800	4.500	03-15-91	670,967	545,920	6.951
NEW YORK TELEPHONE CO	1,176	4.500	03-15-91	158,076	120,102	5.961
NEW YORK TELEPHONE CO	69	4.125	07-01-93	59,351	43,215	5.975
NEW YORK TELEPHONE CO	100	4.625	10-01-97	87,791	62,500	5.996
NEW YORK TELEPHONE CO	150	4.625	10-01-97	151,720	93,750	4.515
NEW YORK TELEPHONE CO	65	4.625	01-01-02	65,830	36,675	4.521
NEW YORK TELEPHONE CO	470	4.625	01-01-04	475,715	270,062	4.528
NEW YORK TELEPHONE CO	450	4.675	01-01-06	453,292	26,815	4.817
NEW YORK TELEPHONE CO	1,171	4.375	01-01-06	150,536	101,010	5.983
NEW YORK TELEPHONE CO	250	7.500	03-01-09	253,163	200,475	7.374
NEW YORK TELEPHONE CO	300	8.000	07-15-08	312,747	266,730	7.572
NORTHERN ELECTRIC CO PP	450	8.625	09-01-96	450,000	397,935	8.625
NORTHERN ILLINOIS GAS CO	200	7.625	07-01-97	200,393	168,260	7.599
NORTHERN INDIANA PUBLIC SERVICE	150	4.625	05-15-95	151,833	92,835	4.496
NORTHERN STATES POWER	250	4.500	08-01-94	251,776	153,450	4.422
NORTHERN WESTERN BELL TELEPHONE	150	4.375	05-01-89	136,366	106,125	5.965
NORTHERN SYSTEMS BELL TELEPHONE	175	4.375	03-01-03	177,123	99,313	4.282
NORTHERN TELCO BELL TELEPHONE	500	6.250	01-01-07	498,094	362,750	6.284
NORTHERN TELCO BELL TELEPHONE	200	7.000	01-01-09	159,814	107,250	7.004
NORTHWESTERN BELL TELEPHONE	150	7.000	01-01-09	150,000	117,945	7.000
OHIO BELL TELEPHONE CO	300	7.875	01-01-11	312,218	260,700	7.479
OHIO BELL TELEPHONE CO	150	5.000	02-01-06	151,100	91,875	4.941
OHIO BELL TELEPHONE CO	50	5.000	02-01-06	50,367	30,625	4.941
OHIO BELL TELEPHONE CO	175	5.375	03-01-07	175,000	113,313	5.375
OHIO BELL TELEPHONE CO	150	5.375	04-01-07	150,000	97,127	5.375
OHIO BELL TELEPHONE CO	395	6.750	07-01-08	396,550	302,669	6.713
OHIO BELL TELEPHONE CO	100	8.750	01-01-10	100,197	91,130	6.726
OHIO FISCHER CO	50	4.500	04-01-89	50,300	31,065	4.394
OHIO FISCHER CO	300	8.250	09-01-99	304,291	257,250	8.069
OHIO FISCHER CO	250	9.250	05-01-00	250,459	233,125	9.225
OHIO TAII POWER COMPANY	500	9.675	11-01-08	500,000	400,000	9.620
PACIFIC GAS & ELECTRIC	100	5.500	06-01-99	83,109	66,250	7.201
PACIFIC GAS & ELECTRIC	380	6.000	01-01-03	397,410	370,198	7.400
PACIFIC GAS & ELECTRIC	500	10.125	03-01-12	498,751	503,740	10.149
PACIFIC NORTHWEST BELL TELEPHONE	140	4.500	11-01-94	123,354	89,742	5.992
PACIFIC NORTHWEST BELL TELEPHONE	281	4.500	12-01-00	281,000	143,483	4.500
PACIFIC NORTHWEST BELL TELEPHONE	150	6.750	12-01-07	165,275	111,375	6.415
PACIFIC NORTHWEST BELL TELEPHONE	110	6.750	12-01-07	111,168	83,075	6.646
PACIFIC NORTHWEST BELL TELEPHONE	500	6.750	12-01-07	376,833	381,250	9.655

PUBLIC EMPLOYEES' RETIREMENT FUND

INVESTMENT CLASS	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
UTILITIES						
PACIFIC NORTHWEST BELL TELEPHONE	250	12-01-07	254,515	190,625	6,575	
PACIFIC NORTHWEST BELL TELEPHONE	200	7.750	02-01-09	200,000	170,920	7,750
PACIFIC NORTHWEST BELL TELEPHONE	300	7.750	03-01-09	294,593	256,364	7,937
PACIFIC NORTHWEST BELL TELEPHONE	100	8.625	10-01-10	99,108	94,160	8,726
PACIFIC NORTHWEST BELL TELEPHONE	300	8.625	10-01-10	314,536	273,305	8,113
PACIFIC TEL & TEL	100	5.125	08-01-80	100,034	85,654	4,743
PACIFIC TEL & TEL	100	5.125	08-01-80	100,038	93,630	4,699
PACIFIC TEL & TEL	73	3.125	09-15-83	69,639	55,400	4,340
PACIFIC TEL & TEL	100	4.375	03-15-88	91,559	78,130	5,962
PACIFIC TEL & TEL	50	4.625	05-01-00	50,000	26,310	4,617
PACIFIC TEL & TEL	80	4.625	05-01-00	80,000	45,344	4,625
PACIFIC TEL & TEL	200	6,000	11-01-02	202,335	136,100	5,839
PACIFIC TEL & TEL	300	6,000	11-01-02	229,123	204,150	8,711
PACIFIC TEL & TEL	1,000	6,000	11-01-02	995,207	600,500	7,098
PACIFIC TEL & TEL	1,175	6,000	11-01-02	175,931	119,038	5,949
PACIFIC TEL & TEL	300	8,750	10-01-06	299,706	271,980	8,761
PACIFIC TEL & TEL	300	7,800	03-01-07	307,707	245,630	7,534
PACIFIC TEL & TEL	360	7,800	03-01-07	366,000	295,500	7,070
PACIFIC TEL & TEL	200	9,500	03-15-11	190,132	193,580	10,000
PACIFIC TEL & TEL	1,000	9,875	03-15-16	1,040,000	1,004,260	9,875
PENNSYLVANIA ELECTRIC CO	200	4,625	10-01-94	262,-451	160,-160	4,492
PHILADELPHIA ELECTRIC CO	10	3.125	04-01-95	9,436	7,143	4,353
PHILADELPHIA ELECTRIC CO	16	3.125	04-01-95	15,118	11,421	4,227
PHILADELPHIA ELECTRIC CO	175	4,500	03-01-94	175,816	105,228	4,449
PHILADELPHIA ELECTRIC CO	250	6,125	10-01-97	250,511	174,375	6,102
PHILADELPHIA ELECTRIC CO	50	6,125	10-01-97	49,036	34,875	6,341
PHOENIX UNION CO	100	4,625	03-01-94	100,594	60,740	4,551
PHOENIX ELECTRIC POWER CO	200	4,500	05-15-99	118,008	115,740	9,150
PHOENIX ELECTRIC POWER CO	300	4,375	07-15-98	91,053	117,240	4,313
PHOENIX ELECTRIC POWER CO	200	7,750	10-01-07	200,402	161,900	7,729
PUBLIC SERVICE CO COLORADO	100	4,625	03-01-99	101,282	70,780	4,431
PUBLIC SERVICE CO COLORADO	100	4,500	10-01-91	100,489	60,300	4,436
PUBLIC SERVICE CO OF NEW MEXICO	200	7,500	06-15-02	198,186	162,260	7,600
ROGERS GAS & ELECTRIC CO	100	4,625	09-15-94	101,221	61,780	4,481
ROGERS GAS & ELECTRIC CO	100	4,625	09-15-94	101,302	61,750	4,492
SOUTHERN CALIFORNIA GAS & ELECTRIC & GAS	500	10,125	01-01-09	495,028	510,040	10,231
SOUTHERN CALIFORNIA BELL TELEPHONE	200	8,500	11-01-01	200,818	196,240	8,450
SOUTHERN CALIFORNIA BELL TELEPHONE	500	8,250	12-01-17	497,266	464,400	8,300
SOUTHERN CALIFORNIA BELL TEL. & TEL CO	53	4,000	10-01-83	49,991	43,945	6,052
SOUTHERN CALIFORNIA BELL TEL. & TEL CO	100	4,625	12-01-93	101,618	66,500	4,435
SOUTHERN CALIFORNIA BELL TEL. & TEL CO	100	4,625	12-01-93	101,618	66,500	4,409
SOUTHERN CALIFORNIA BELL TEL. & TEL CO	100	4,625	12-01-93	70,569	66,500	8,312
SOUTHERN CALIFORNIA BELL TEL. & TEL CO	105	5,000	12-01-97	107,632	69,043	4,735
SOUTHERN CALIFORNIA BELL TEL. & TEL CO	100	4,375	03-01-98	97,565	60,580	4,599
SOUTHERN CALIFORNIA BELL TEL. & TEL CO	300	4,750	09-01-00	230,129	101,630	6,906
SOUTHERN CALIFORNIA BELL TEL. & TEL CO	50	4,750	09-01-00	50,391	30,270	4,674
SOUTHERN CALIFORNIA BELL TEL. & TEL CO	50	4,750	09-01-00	50,330	30,270	4,648
SOUTHERN CALIFORNIA BELL TEL. & TEL CO	70	4,375	09-01-03	69,762	39,550	4,402

PUBLIC EMPLOYEES' RETIREMENT FUND

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
UTILITIES						
SOUTHERN BELL TEL & TEL CO	130	4.375	08-01-03	130,206	73,450	4.375
SOUTHERN BELL TEL & TEL CO	300	8.000	07-01-99	302,070	263,590	7.50%
SOUTHERN BELL TEL & TEL CO	1,500	8.250	04-15-16	1,493,096	1,354,800	8.29%
SOUTHERN CALIFORNIA EDISON CO	200	4.375	05-15-88	200,769	141,500	4.316
SOUTHERN CALIFORNIA EDISON CO	200	4.375	03-01-89	199,371	138,260	4.424
SOUTHERN CALIFORNIA EDISON CO	250	6.125	08-15-91	233,359	192,200	7.133
SOUTHERN CALIFORNIA EDISON CO	500	9.625	11-01-03	496,586	498,100	9.700
SOUTHERN CALIFORNIA EDISON CO	500	9.625	11-01-03	496,585	498,100	9.700
SOUTHERN CALIFORNIA GAS CO	200	4.375	07-01-88	200,909	160,760	4.318
SOUTHERN CALIFORNIA GAS CO	200	5.675	12-01-91	181,615	150,060	7.264
SOUTHERN CALIFORNIA GAS CO	200	7.625	09-01-97	200,718	165,060	7.579
SOUTHERN CALIFORNIA GAS CO	300	7.625	09-01-97	300,538	247,500	7.60%
SOUTHERN CALIFORNIA GAS CO	500	8.500	10-01-97	495,997	456,900	8.593
SOUTHERN CALIFORNIA GAS CO	1,000	8.500	10-01-97	991,995	913,860	8.593
SOUTHERN NEW ENGLAND TELEPHONE	100	7.750	06-01-04	100,000	84,250	7.750
SOUTHWESTERN BELL TELEPHONE	135	4.500	08-01-97	137,266	32,067	4.343
SOUTHWESTERN BELL TELEPHONE	245	6.750	06-01-08	248,361	187,915	6.623
SOUTHWESTERN BELL TELEPHONE	10	6.750	06-01-08	10,137	7,670	6.623
SOUTHWESTERN BELL TELEPHONE	100	6.750	06-01-08	103,225	76,700	6.458
SOUTHWESTERN BELL TELEPHONE	410	6.750	06-01-08	419,608	314,470	6.535
SOUTHWESTERN BELL TELEPHONE	240	6.750	06-01-08	243,283	124,080	6.623
SOUTHWESTERN BELL TELEPHONE	100	8.250	04-01-17	95,862	90,280	8.612
SOUTHWESTERN ELECTRIC POWER	300	4.375	04-01-93	300,458	191,250	4.355
SOUTHWESTERN PUBLIC SERVICE	30	4.500	12-01-94	30,000	18,500	4.500
SOUTHWESTERN PUBLIC SERVICE	70	4.500	07-01-94	70,285	44,100	4.415
SOUTHWESTERN PUBLIC SERVICE	500	8.750	03-01-08	500,000	466,250	8.740
TEXAS ELECTRIC SERVICE CO	300	4.375	11-01-93	301,600	192,750	4.344
TEXAS ELECTRIC SERVICE CO	200	4.500	02-01-95	200,955	126,260	4.453
TEXAS ELECTRIC SERVICE CO	500	9.500	02-01-09	496,539	503,400	9.571
TEXAS ELECTRIC SERVICE CO	500	9.500	02-01-09	496,539	503,400	9.571
TEXAS POWER & LIGHT	120	8.875	09-01-00	101,746	93,650	8.648
TEXAS GAS & ELECTRIC CO PP	250	4.550	02-01-95	250,000	142,875	4.550
UNION ELECTRIC CO	100	4.500	11-01-93	100,507	60,750	4.440
UNITED ILLINOISATING WBS	500	8.250	12-15-03	500,000	470,000	8.250
UNITED MOUNTAIN TELEPHONE PP	440	11.000	10-01-99	440,000	477,782	11,000
UNITED TEL. OF CAROLINAS PP	470	7.875	10-01-02	470,000	378,585	7.875
UNITED TEL. OF CAROLINAS PP	435	9.875	10-01-00	485,000	477,434	9.875
UNITED TELEPHONE OF MISSOURI PP	470	7.875	06-01-03	470,000	377,974	7.875
UNITED TELEPHONE OF NORTHWEST PP	500	10.750	09-01-99	500,000	521,000	10.750
OHIO POWER & LIGHT CO	300	7.500	05-01-02	300,000	213,000	7.500
OHIO POWER & LIGHT CO	500	10.250	11-01-05	502,200	515,900	10.195
OHIO POWER & LIGHT CO	2,000	9.125	05-01-08	2,000,000	1,600,000	9.125
VIRGINIA ELECTRIC & POWER	100	4.500	12-01-93	100,505	64,330	4.437
VIRGINIA ELECTRIC & POWER	500	8.625	03-01-07	496,534	421,980	8.670
VIRGINIA ELECTRIC & POWER	500	9.625	07-01-08	500,000	481,630	9.638
WASHINGTON WATER POWER CO	200	4.625	09-01-94	200,000	141,260	4.625
WISCONSIN PUBLIC SERVICE CORP	49	4.625	03-01-93	49,620	31,976	4.436
WISCONSIN PUBLIC SERVICE CORP	300	4.500	06-01-94	300,062	187,010	4.469

PUBLIC EMPLOYEES' RETIREMENT FUND

CLASS	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARCFY VAL OF	VIEFD
UTILITIES						
SUBCLASS TOTAL	79,678			78,413,933	65,476,354	

CANADIANA

ITEM	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARCFY VAL OF	VIEFD
BELL TELEPHONE OF CANADA	500		01-15-08	500,000	463,750	9,000
BRITISH COLUMBIA HYDRO & POWER	500	9.625	06-01-05	498,920	489,350	9,650
BRITISH COLUMBIA HYDRO & POWER PP	1,000	8.375	06-15-07	1,000,000	886,875	8,375
BRITISH COLUMBIA HYDRO & POWER PP	1,000	9.625	07-15-96	1,000,000	953,900	9,447
CALIFORNIA RAILWAY CO PP	500	9.000	07-01-91	500,000	465,500	9,000
CALIFORNIA RAILWAY CO PP	1,000	9.250	03-15-98	1,000,000	921,160	9,250
CAIGARD W. FACULTIC EQUIPMENT TRUST PP	1,400	10.125	07-02-90	400,000	400,640	10,125
CHOCO INDUSTRIC	500	10.000	11-15-05	500,000	499,375	10,000
CHOCO-ELÉCTRICA HYDRO-ELECTRIC BOARD	400	9.250	06-15-04	399,167	382,480	9,250
CHOCO HYDRO-ELECTRIC BOARD	100	9.250	06-15-04	99,792	95,620	9,270
CHOCO HYDRO-ELECTRIC BOARD	500	9.375	12-01-04	484,101	481,850	9,763
CHOCO-ELÉCTRICA AUTORIDAD DE BC	980	6.875	05-01-01	980,000	912,013	6.875
CHOCO-ELÉCTRICA AUTHORITY OF BC	500	6.200	10-15-86	500,000	400,000	3,200
CHOCO-ELÉCTRICA AUTHORITY OF BC	200	8.200	10-15-86	200,000	184,000	8,200
CHOCO-ELÉCTRICA AUTHORITY OF BC	200	8.200	10-15-86	200,000	184,000	8,200
CHOCO-SCOTIA POWER CORP	500	10.500	09-15-00	500,000	512,500	10,500
ONTARIO HYDRO PP	1,000	9.500	03-15-96	1,000,000	944,160	9,500
QUEBEC HYDRO ELECTRIC CO	600	8.500	03-01-03	597,590	515,280	8,500
QUEBEC HYDRO ELECTRIC CO	500	8.500	03-01-03	491,459	429,400	8,740
QUEBEC HYDRO ELECTRIC CO	500	8.250	01-01-04	497,958	435,000	8,250
QUEBEC HYDRO ELECTRIC CO	500	8.250	01-01-04	497,938	435,000	8,294
QUEBEC HYDRO ELECTRIC CO	500	10.700	08-01-99	500,000	520,000	10,700
SUBCLASS TOTAL	12,280			12,346,925	11,551,733	

CONVERTIBLE SECURITIES

ITEM	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARCFY VAL OF	VIEFD
CITICORP CV	100	5.750	06-30-00	100,000	76,000	5,750
FIRST BANK SYSTEMS CV	100	6.250	06-30-00	100,000	89,000	6,250
HARCOLES CV	200	6.500	06-30-99	200,000	161,200	6,500
HUSIC INVEST CORP CV	55	5.000	12-15-93	55,000	39,300	5,000
JPMORGAN CO CV	50	4.750	11-01-93	50,000	36,000	4,750
JPMORGAN CO CV	100	4.750	11-01-93	100,000	72,000	4,750
WESTERN PAPERMILL INC CV	150	7.750	10-15-00	150,000	142,500	7,750
WEST POINT PAPERMILL INC CV	100	7.750	10-15-00	100,000	97,000	7,750
SUBCLASS TOTAL	355			355,000	311,000	
SECURITY TOTAL	148,891			147,608,623	129,577,968	

PUBLIC EMPLOYEES' RETIREMENT FUND

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
MONEY MARKET INSTRUMENTS						
US INDUST. COMMERCIAL PAPER						
GENERAL MOTORS ACCEPTANCE CORP CP	1,500	9.375	07-06-79	1,492,952	1,497,171	9.950
SUBCLASS TOTAL	1,500			1,492,952	1,497,171	
US REPURCHASE AGREEMENTS						
RECO MELISSA ARGENT BANK SF	3,000	9.750	07-05-79	3,000,000	3,000,000	9.750
SUBCLASS TOTAL	3,000			3,000,000	3,000,000	
SECURITY TOTAL	4,500			4,492,952	4,497,171	
GOVERNMENT FUNDS						
US GOVERNMENT OBLIGATIONS						
US TREASURY BONDS	500	7.875	02-15-00	485,061	456,900	8.207
SUBCLASS TOTAL	500			485,061	456,900	
SECURITY TOTAL	500			485,061	456,900	
GOVERNMENT AGENCIES						
US GOVERNMENT AGENCIES						
FARMERS HOME ADMINISTRATION NOTES PP	8,750	12-26-94	281,554	272,319	8,750	
FARMERS HOME ADMINISTRATION NOTES PP	8,750	12-09-94	69,941	67,446	8,750	
FARMERS HOME ADMINISTRATION NOTES PP	8,750	05-04-95	655,962	634,119	8,750	
MARTIN LUTHER KING TOWER INC	56	5.150	05-01-06	52,334	33,729	5.717
FEDERAL HOME LOAN BANKS	500	7.650	05-26-87	500,000	462,500	7.650
FEDERAL HOME LOAN HOUSING CORP	463	8.200	09-15-07	460,312	422,031	8.244
FEDERAL NATIONAL MORTGAGE ASSOCIATION	1,000	3.550	09-12-88	998,125	965,000	8.580
GLOBAL MARITIME DEEPWATER DRILLING GG	500	9.500	03-01-96	500,000	474,050	8.500
INTERNATIONAL BANK FOR RECONSTRUCTION	500	8.125	08-01-96	500,000	450,000	8.125
PUTRAJAYA MORTGAGE FINANCIAL INSURANCE FUND	130	4.125	12-01-85	126,491	99,580	4.695
NORTHERN SHIPBUILDING CORP CG PP	962	8.350	07-01-96	962,000	896,295	8.350
PATRIOT V SHIPBUILDING CORP GG	1,000	8.100	04-12-04	1,000,000	910,200	8.100
SEA FRIEND SHIP VESSEL MFG CO SHIP BONDS	483	7.950	09-30-97	183,482	432,330	7.950
US GO SHIP FINANCIAL FONDS LNG ARIES	500	8.200	12-13-02	500,000	460,250	8.200
WALNUT CREEK MASON PP	1,000	9.250	07-03-99	1,000,000	91,250	

PUBLIC EMPLOYEES' RETIREMENT FUND

	SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
GOVERNMENT AGENCIES							
US GOVERNMENT AGENCIES							
WILHELEY STEAMSHIP US GO PP		475	9.300	04-29-00	475,192	477,235	9.300
SUBCLASS TOTAL		8,577			8,565,393	8,057,284	
SECURITY TOTAL		8,577			8,565,393	8,057,284	
PUBLIC AGENCIES							
STATE-DIRECT OR GUARANTEED							
ESC BUILDING REVENUE BOND		561	8,000	06-01-86	560,957	532,460	8,000
FSC BUILDING REVENUE BOND		352	8,000	06-01-83	351,695	330,382	8,000
SUBCLASS TOTAL		913			912,652	862,842	
SECURITY TOTAL		913			912,652	862,842	
OTHER HOLDINGS							
PROPERTY							
BUILDINGS AND LAND		37,701	.000	00-00-00	37,701,088	37,701,088	
COMMON STOCK		142	.000	00-00-00	141,613	141,613	
SUBCLASS TOTAL		15,115	.000	00-00-00	15,114,507	17,559,282	
SECURITY TOTAL		52,958			52,957,208	55,401,983	
FUND TOTAL		216,439			216,021,889	193,851,143	

COMMON STOCK PORTFOLIO
06-30-79

	<u>NO. OF SHARES</u>	<u>COST</u>	<u>MARKET VALUE 6-30-79</u>	<u>ANNUAL DIVIDEND per share</u>	<u>% YIELD</u>
BANKING					
Citicorp	24,000	\$ 633,576	\$ 603,000	\$ 1.30	4.92
MFRS. Hanover	19,000	683,297	674,500	2.28	6.34
N. W. Bancorporation	20,000	428,370	512,500	1.32	6.16
Wells Fargo	24,000	471,601	708,000	1.72	8.75
CHEMICAL					
American Cyanamid	16,000	329,192	416,000	1.60	7.78
Dow Chemical	14,000	458,877	362,250	1.40	4.27
Hercules	22,000	505,682	420,750	1.10	4.79
Monsanto	11,000	603,461	551,375	3.40	6.20
Union Carbide	12,000	653,488	444,000	2.80	5.14
CONSUMER GOODS					
Avon	2,000	95,136	94,500	2.80	5.89
General Mills	20,000	502,747	500,000	1.16	4.62
PepsiCo	24,000	605,188	609,000	1.14	4.52
Pillsbury	10,000	350,431	365,500	1.52	4.34
R. J. Reynolds	11,000	655,307	627,000	3.80	6.38
DRUGS					
Abbott Labs	32,000	426,153	1,092,000	1.00	7.53
American Home Products	16,000	430,279	434,000	1.50	5.58
Bristol Myers	12,000	261,585	387,000	1.44	6.61
Merck	8,000	443,848	540,000	1.90	3.43
Smith Kline	8,000	98,772	364,000	1.20	9.72
ELECTRONICS					
R. C. A. Corporation	24,000	450,620	606,000	1.60	8.52
INSURANCE & FINANCE					
Farmers Group	18,000	377,500	441,000	.84	4.01
Household Finance	28,000	517,151	567,000	1.45	7.85
N. L. T.	22,000	506,736	789,250	1.12	4.86
Provident Life & Acc.	5,000	187,260	237,500	1.48	3.95
St. Paul Companies	20,000	594,375	770,000	1.80	6.06
U. S. Fidelity & Guaranty	20,000	630,532	717,500	2.40	7.61
OFFICE EQUIPMENT					
I. B. M.	14,000	820,651	1,027,250	3.44	5.87
N. C. R.	9,000	472,409	598,500	1.60	3.05
Xerox	9,000	500,144	545,625	2.40	4.32

COMMON STOCK PORTFOLIO
06-30-79

25

	NO. OF SHARES	COST	MARKET VALUE 6-30-79	ANNUAL DIVIDEND per share	% YIELD
PAPER & FOREST PRODUCTS					
Champion International	22,000	496,279	536,250	1.24	5.50
Georgia Pacific	25,349	552,329	687,592	1.10	5.05
International Paper	14,000	590,968	624,750	2.20	5.21
PETROLEUM & GAS					
Arkansas Louisiana	22,000	392,552	852,500	2.20	12.33
Atlantic Richfield	10,000	439,072	675,000	2.80	6.38
Exxon	11,000	497,450	592,625	3.60	7.96
Kerr McGee	12,000	588,158	658,500	1.55	3.16
Mobil Oil	20,000	504,867	785,000	2.40	9.51
Panhandle Eastern Pipeline	13,000	561,150	648,375	3.10	7.18
Phillips Petroleum	22,000	516,188	841,500	1.40	5.97
Standard Oil of CA	15,000	833,086	727,500	2.80	6.63
Standard Oil of IN	10,000	476,764	647,500	3.00	6.29
Union Oil of CA	26,000	508,019	1,004,250	1.30	6.65
RETAIL					
Dayton Hudson	6,000	211,801	238,500	1.60	5.95
May Department Stores	20,000	546,984	542,500	1.40	5.12
Safeway Stores	14,000	524,052	518,000	2.60	6.95
STEEL					
Republic Steel	20,000	604,670	537,500	1.80	4.23
U. S. Steel	16,000	605,371	346,000	1.60	
TIRE & RUBBER					
Goodyear /	35,000	587,207	555,625	1.30	7.75
UTILITIES					
Arizona Public Service	34,000	596,601	667,250	1.88	10.71
Florida Power & Light	20,000	525,836	557,500	2.40	9.13
Montana Power	27,000	670,825	621,000	2.04	8.21
Texas Utilities	28,000	651,252	539,000	1.64	8.33
TELEPHONE					
American Tel. & Tel.	8,000	375,611	463,000	5.00	10.65
Central Telephone	24,000	481,956	624,000	1.84	9.16
Communications Satellite	15,000	642,778	680,625	2.30	6.36
General Tel. & Elec.	26,000	741,148	702,000	2.48	8.70
MISCELLANEOUS					
C. B. S.	12,000	609,390	603,000	2.60	5.12
Commerce Clearing House	7,000	104,812	165,375	.88	5.88
Dresser Industries	11,000	436,928	499,125	1.00	2.52
Johns Manville	22,000	655,060	541,750	1.92	6.45
Owens Illinois	22,000	383,784	433,500	1.26	7.22
TOTAL		<u>\$1,063,349</u>	<u>\$30,206,340</u>		
					Avg. 6.41

TEACHERS' RETIREMENT FUND

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
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CORPORATE BONDS
INDUSTRIAL

ALLIED CHEMICAL CORP	500	9.000	04-01-00	426,891	466,200	9.076
AMERICAN HOSPITAL SUPPLY CORP	100	7.450	11-15-96	89,428	86,450	7.450
AMERICAN CO DEBS	500	7.875	08-15-07	498,593	445,000	7.900
AMERICAN CO DEBS	100	6.625	11-15-93	98,770	81,390	6.750
AMERICAN CO DEBS	250	6.625	11-15-93	234,391	203,475	7.510
AMERICAN CORK CO	250	8.000	05-15-96	250,000	226,575	8.000
ATLANTIC RICHFIELD	300	8.625	04-01-00	300,000	285,000	8.625
BENDIX CORP	100	6.625	12-01-92	95,609	83,460	7.263
BENDIX CORP	250	6.625	12-01-92	214,351	203,500	6.625
BETHLEHEM STEEL	500	8.450	03-01-05	500,000	445,400	8.450
BORG-WARNER CORP	100	5.500	03-01-92	76,573	74,700	8.650
CITIES SERVICE CO	525	6.625	08-01-99	463,424	404,093	8.043
CITIES SERVICE CO	250	6.625	03-01-95	234,818	192,425	7.330
CONFIDENTIAL OIL CO	500	8.875	05-01-01	498,904	485,600	8.900
DAYTON HUDDSON CORP	104	9.750	06-01-95	104,000	105,102	9.750
DUPONT DEBS	500	8.500	05-01-06	500,000	475,600	8.500
FOOD MANKER INC PP	183	8.750	11-01-89	183,332	174,367	8.750
GENERAL MILLS INC	176	8.875	10-15-95	176,000	171,178	8.875
GENERAL MILLS INC	500	9.375	03-01-09	495,288	502,500	9.469
GULF OIL CORP	400	5.350	06-15-91	329,218	303,320	7.886
GULF OIL CORP	50	6.625	05-15-93	50,000	41,355	6.625
HALLIBURTON CO	500	9.250	04-01-00	497,923	503,750	9.300
HONEYWELL INC	100	6.100	03-01-92	100,000	82,250	6.100
HOOKER CHEMICAL CORP PP	478	10.500	06-20-96	478,380	505,839	10.500
HOOKER CHEMICAL CORP PP	22	10.500	05-25-96	22,332	23,614	10.500
HGERSOHL RAID CO	500	8.750	05-01-85	499,125	485,550	8.750
HILLAND STEEL	500	9.500	09-01-00	497,881	497,660	9.500
HILLAND STEEL	500	7.900	01-15-07	500,000	430,850	7.900
INTERNATIONAL HARVESTER	100	6.250	03-01-98	100,000	75,380	6.250
INTERNATIONAL PAPER CO	500	8.850	12-15-00	500,000	484,400	8.850
KENNECOTT COPPER CORP	300	7.875	05-01-01	293,441	243,750	8.144
KRAFT INC	500	7.600	01-15-07	500,000	435,850	7.600
MARATHON OIL CO	250	8.500	02-01-00	249,568	232,850	8.523
MARATHON OIL CO NOTES	250	7.650	11-01-83	250,000	235,075	7.650
MARATHON OIL CO NOTES	100	7.650	11-01-83	100,000	94,020	7.650
MAY DEPT STORES	351	9.000	11-15-89	351,000	327,303	9.000
JR MCGEEFITT & CO	500	9.625	03-15-04	498,763	485,000	9.651
OL INDUSTRIES	250	7.500	12-15-95	224,546	216,200	8.706
NATIONAL SHELL CORP	300	8.375	08-01-06	300,000	266,010	8.375
OUTBOARD MARINE CORP	100	7.750	02-01-96	99,668	87,250	7.750
OWENS ILLINOIS	500	7.625	01-01-01	445,217	434,400	8.790
OMNIS III THOUS	500	7.625	01-01-01	473,751	454,400	8.616
PACKAGING CORP OF AMERICA	105	4.375	10-01-97	105,000	73,637	4.375
J.C. PENNEY CO	250	9.000	03-01-99	730,000	243,275	9.000
PET. INC.	50	8.000	03-01-91	50,000	45,410	8.000
PHILIP MORRIS PP	100	6.625	10-15-93	98,811	82,270	6.851
PHILIP MORRIS PP	250	8.875	06-01-04	243,702	241,250	8.855
PHILIP MORRIS PP	1,000	8.875	11-30-98	1,000,000	936,600	8.875

TEACHERS' RETIREMENT FUND

SECURITY	PAR VALUE (000)	INTEREST RATE	NATURALLY DATE	COST	MARKET VALUE	YIELD
COMMODITIES						
PHILLIPS PETROLEUM	200	7.625	03-15-01	199,273	176,500	7.668
PETROSTAVY CO	218	8.750	11-01-95	218,000	204,920	8.770
POW. CORPORATION	600	10.200	06-15-92	600,000	621,750	10.200
RESEARCH INVESTMENTS INC PP	250	8.250	11-01-99	250,000	220,000	8.250
RJ REYNOLDS INDUSTRIES	500	8.000	01-15-07	500,000	452,500	8.000
RJ REYNOLDS TOBACCO CO	50	7.875	09-01-94	49,924	45,770	7.898
J. SCHAFFNER BREWING CO	650	7.200	01-15-96	630,483	550,290	7.603
STANLEY TOOL & CO	220	8.625	10-01-95	168,772	192,240	9.300
SUPERIOR OIL & CO	241	8.625	10-01-95	240,209	231,649	8.674
SUPERIOR, TOBACCO & CO	500	8.000	04-01-06	493,882	450,000	8.000
SUPERIOR OIL CO	150	5.300	03-15-92	127,511	117,155	7.780
SUPERIOR OIL CO	200	5.300	03-15-92	199,746	119,540	5.311
SUPERIOR OIL CO	500	8.750	05-15-05	196,762	485,000	8.821
SUPERIOR OIL	500	8.000	04-15-07	500,000	495,000	8.000
WE-LI OIL RT ALASKA PP	436	8.400	05-14-01	486,386	477,864	8.400
WE-LI OIL RT ATLANTIC PP	500	9.300	03-07-02	500,000	497,550	9.300
WE-FIN INTERNATIONAL	500	9.850	07-01-04	500,000	512,500	9.850
WE-FIN INTERNAL OIL OF CALIFORNIA	500	7.000	03-01-03	430,822	420,650	8.071
WE-FIN INTERNAL OIL OF CALIFORNIA PP	333	7.500	01-01-03	333,335	261,068	7.500
WE-FIN INTERNAL OIL OF CALIFORNIA PP	950	8.500	07-01-03	950,000	810,500	8.500
WE-FIN INTERNAL OIL OF CALIFORNIA	250	6.500	07-11-03	250,000	197,325	6.500
WE-FIN INTERNAL OIL OF CALIFORNIA	250	8.500	01-01-00	249,566	231,825	8.523
WE-FIN INTERNAL OIL OF CALIFORNIA	250	8.125	06-01-97	248,305	228,125	8.220
WE-FIN INTERNAL OIL OF CALIFORNIA	621	8,000	07-01-97	620,759	536,398	8,000
WE-FIN INTERNAL OIL OF CALIFORNIA	438	8,250	10-01-91	489,498	455,938	8.193
WE-FIN INTERNAL OIL OF CALIFORNIA	500	8,500	01-01-03	496,656	469,350	8.569
WE-FIN INTERNAL OIL OF CALIFORNIA	500	8,500	04-01-03	496,656	469,350	8.569
WE-FIN INTERNAL OIL OF CALIFORNIA	200	7,500	07-15-97	200,000	175,260	7.500
WE-FIN INTERNAL OIL OF CALIFORNIA	170	8,500	01-01-95	169,618	162,121	6.500
WE-FIN INTERNAL OIL OF CALIFORNIA	150	6,625	06-01-98	148,772	119,595	6.722
WE-FIN INTERNAL OIL OF CALIFORNIA	900	8,625	03-01-06	893,996	850,500	8.695
WE-FIN INTERNAL OIL OF CALIFORNIA	100	8,625	03-01-03	99,333	91,500	8.695
WE-FIN INTERNAL OIL OF CALIFORNIA	500	7,500	01-01-93	500,000	417,460	7.500
WE-FIN INTERNAL OIL OF CALIFORNIA	150	7,750	06-01-97	150,600	125,350	7.740
WE-FIN INTERNAL OIL OF CALIFORNIA	200	7,750	06-01-97	200,600	167,140	7.740
WE-FIN INTERNAL OIL OF CALIFORNIA	150	7,125	02-16-94	149,231	139,415	7.204
WE-FIN INTERNAL OIL OF CALIFORNIA	200	7,750	03-01-01	200,000	175,800	7.740
WE-FIN INTERNAL OIL SUPPLY CO	300	7,850	01-15-96	260,728	260,250	9.700
WE-FIN INTERNAL OIL SUPPLY CO	450	7,850	01-15-96	447,748	390,375	7.913
WE-FIN INTERNAL OIL INC	450	7,500	05-15-96	450,000	395,370	7.500
WE-FIN INTERNAL INC	89	8,625	09-01-95	88,856	82,610	8.649
WE-FIN INTERNAL OIL & TUBE CO PP	125	7,250	03-01-93	125,000	79,225	7.250
WE-FIN INTERNAL OIL & TUBE CO PP	746	4,600	07-01-03	579,733	441,094	7.527
TOTAL						
	30,761				27,722,300	
GENERAL CLASSES						
					30,025,258	

TEACHERS' RETIREMENT FUND

SECURITY	PAR VALUE (000)	INTEREST RATE	NATURITY DATE	COST	MARKET VALUE	YIELD
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BANKS AND INSURANCE

ATLANTA LIFE & CASUALTY CO	500	8.125	10-15-07	497,640	450,650	8.169
AMERICAN GENERAL INSURANCE CO	500	9.375	12-15-03	496,318	495,000	9.440
AMERICAN CENTRAL INSURANCE CO	500	9.375	12-15-03	496,318	495,000	9.440
AMERICA'S TRUST AMERICA CORP	200	8.350	05-15-07	200,000	181,160	8.573
BANK OF AMERICA CORP	500	8.350	05-15-07	500,000	452,900	8.350
BANKERS' TRUST NEW YORK CORP	500	8.625	11-01-02	498,831	444,300	8.649
BERKSHIRE HATHAWAY INC PP	471	8,000	03-01-93	471,000	414,197	8.000
CHEMICAL NEW YORK CORP	400	8.250	08-01-02	398,039	355,160	8.200
CHEMICAL NEW YORK CORP	500	8.250	08-01-02	497,549	443,950	8.300
CITICORP. DIVES	500	8.125	07-01-07	495,331	437,350	8.215
COLLATION BANKSHARES	200	7.750	11-15-36	200,000	165,760	7.750
FIRST SECURITY CORP PP	500	7,000	10-01-79	500,000	496,250	7.066
FIRST SECURITY CORP. PP	500	8.500	10-01-97	530,000	449,000	8.500
INDUSTRIAL NATIONAL CORP NOTES	500	7.400	07-01-81	500,000	473,750	7.400
MANUFACTURERS HANOVER CORP	500	8.125	03-15-07	497,067	437,200	8.180
MULTI-GROUP NOTES	500	8.800	03-01-85	500,000	481,250	8.800
HORTON'S FINANCIAL CORPORATION	500	7.750	03-15-03	500,000	422,050	7.750
SATELLITE CORP	500	7.600	12-15-36	500,000	445,000	7.600

\$URCLASS TOTAL 8,271

8,248,093

7,539,927

OTHER FINANCIAL

ASSOCIATES INVESTMENT CO	300	7.375	12-01-88	298,893	246,750	7.451
AVCO FINANCIAL SERVICES	250	7.875	05-01-92	248,389	216,850	7.976
BENEFICIAL CORP	500	7.625	12-01-97	500,000	412,400	7.625
BENEFICIAL CORP	500	8,300	06-01-03	500,000	450,100	8.400
BENEFICIAL FINANCE CO	500	8.350	02-15-88	500,000	469,350	8.334
BENEFICIAL FINANCE CO	50	5,000	11-01-90	40,977	35,260	8.343
CIT FINANCIAL CORP	150	6.375	10-01-86	143,231	127,545	7.396
CIT FINANCIAL CORP	150	4.625	05-01-69	119,244	106,485	8.977
CHARTERED FINANCIAL CORP	250	8,500	12-15-95	249,176	207,500	8.519
CHARTERED FINANCIAL CORP	500	9,250	07-13-96	500,000	427,450	9.250
CHARTING HOUSE	70	5,000	05-01-04	71,437	41,230	4.861
CHARTER FINANCIAL CORP	100	7,700	-03-01-92	98,685	68,000	7.877
CLARK EQUIPMENT CREDIT CORP	300	7.850	12-15-91	300,000	258,420	7.850
COMMERCIAL CREDIT CORP	600	4,375	04-01-81	580,990	539,460	7.046
COMMERCIAL CREDIT CORP	500	7.750	02-15-92	496,844	424,950	7.861
INTERIOR CREDIT NOTES	500	6.375	05-01-84	498,791	431,250	8.430
INTERIOR FINANCIAL CORP	180	4,625	06-15-86	151,195	140,220	8.900
INTERSTATE ACCEPTANCE CORP	200	8,000	01-15-02	300,000	265,250	8.000
INTERSTATE ACCEPTANCE CORP	500	8,250	11-15-06	498,820	451,300	8.272
INTERSTATE ACCEPTANCE CORP	500	8,650	02-15-08	500,000	468,950	8.650
INTERSTATE CREDIT CO	300	9,500	12-01-89	300,000	236,500	9.500
INTERSTATE HARVESTER CREDIT CORP	200	8,625	08-01-91	200,000	181,560	8.625
INTERSTATE HARVESTER CREDIT CORP	300	7,500	01-15-94	298,960	241,170	7.500

TEACHERS' RETIREMENT FUND

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
TIER FINANCIAL						
INTERNATIONAL HARVESTER CREDIT CORP	200	7.500	01-15-94	199,307	160,780	7.550
INTERNATIONAL HARVESTER CREDIT CORP	100	7.500	01-15-94	99,653	80,390	7.550
INTERNATIONAL HARVESTER CREDIT CORP	300	7.500	01-15-94	298,960	241,170	7.550
NATIONAL RURAL UTILITIES	500	9.750	04-01-09	497,619	502,500	9.800
RAILROAD FINANCIAL CO	500	7.875	03-15-93	497,428	431,250	7.950
RAILROAD FINANCIAL CORP	300	7.875	11-01-91	298,613	262,020	7.951
RAILROAD FINANCIAL CORP	200	7.875	11-01-91	199,075	174,630	7.951
SUBCLAS: TOTAL	9,600			9,486,487	8,470,760	

TRANSPORTATION EXCL. RAILROADS

CALIFORNIA AND HAWAIIAN SUGAR CO PP	426	8.250	08-24-93	426,284	379,137	8.250
EXXON PIPELINE CO HOLDS	500	8.050	10-15-00	500,000	490,650	8.050
LAWRENCE PETROLEUM CO INC	100	7.125	04-15-93	91,543	81,930	8.503
LEHIGH AD PIPELINE CO INC	200	7.600	03-15-97	200,000	172,260	7.600
MISSOURI MISSOURI PIPELINE	100	8.000	03-15-91	98,523	67,250	8.260
MISSOURI MISSOURI PIPELINE	200	7.625	12-15-91	198,725	170,500	7.725
PLANTATION PIPELINE CO PP	319	4.500	02-01-94	261,949	190,890	7.687
PLANTATION PIPELINE CO PP	250	7.000	02-01-99	250,000	191,250	7.000
SURF PIPELINE CORP	250	7.500	07-01-99	250,000	216,525	7.500
SOUTHERN TRANS ALASKA PIPELINE	500	9.750	12-01-99	530,449	505,000	9.058
TRANSALASKA PIPELINE CO	500	9.000	11-01-00	500,000	495,000	9.000
SUBCLAS: TOTAL	3,345			3,307,473	2,980,392	

RAILROADS

ACF INDUSTRIES INC PP	13	5.625	04-15-81	13,000	12,125	5.625
ACF INDUSTRIES INC PP	40	5.500	04-15-82	40,000	35,880	5.500
AMERICAN MAIL BOX CAR CO PP	404	9.125	11-01-90	403,571	402,764	9.125
AMERICAN TIREKA & SANTA FE RR	250	7.125	02-15-82	246,178	236,975	8.000
BORG-WARNER NORTHERN	250	8.600	01-15-99	230,437	227,175	9.501
BORG-WARNER NORTHERN	76	8.125	09-01-81	76,158	74,056	8.125
BORG-WARNER NORTHERN	180	9.625	10-01-87	180,000	179,694	9.625
BORG-WARNER NORTHERN	630	7.750	07-15-96	629,559	575,354	7.756
CLIFTON LEAD TRUST	100	5.500	01-15-21	100,107	93,960	5.381
EMT-TRAVELERS PP	20	4.650	6-15-80	20,000	19,002	4.650
FIGHTING CRIMES PP	25	4,600	05-01-80	24,022	23,978	10,642
FOOTWEAR EXPRESS PP	67	7,000	01-15-93	66,667	60,860	7.000
FOOTWEAR EXPRESS PP	280	9,250	01-15-93	280,000	274,652	9.250
GROW UP	157	9,750	03-15-86	156,672	156,657	9.750
GLOBAL AMERICAN TRANSPORTATION	500	8,150	06-01-97	500,000	437,500	8.150
GLOBAL TRUNK SYSTEMS RAILWAY PP	136	9,250	09-15-93	137,072	135,928	9.250

TEACHERS' RETIREMENT FUND

STRUCTURE	PAR VALUE (000)	INTEREST RATE	FACTOR D.R.E.	COST	FACTOR VALUATION
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RAILROADS

Louisville Central RR	25	5.250	08-01-30	24,637	23,650
Louisville & Nashville RR	100	7.000	03-01-34	100,000	89,630
Missouri Pacific RR	50	8.250	10-15-80	50,000	49,000
Missouri & Western Railway PP	100	8.875	10-01-84	100,000	97,200
Mountain Pacific Railroad	49	5.500	02-01-02	49,000	41,440
Oregon & California Pacific Railway	74	6.625	02-01-34	73,919	66,000
Pacific Central RR	284	10.000	11-11-86	263,543	277,870
Pacific Transport Leasing	200	7.750	06-11-11	200,000	170,260
San Joaquin San Francisco Railway	49	4.250	03-11-30	48,727	47,177
San Louis San Francisco Railway PP	40	5.750	03-01-82	40,000	36,788
Saint Louis San Francisco Railway PP	60	9.500	07-11-85	60,000	59,810
Saint Louis San Francisco Railway PP	174	9.750	07-01-85	173,735	173,735
Saint Louis Southwestern Ry PP	500	9.000	05-01-91	500,000	483,800
Seaboard Coastline Rwy PP	150	10.000	03-01-85	150,010	155,440
Seaboard Coastline Rwy PP	72	6.325	06-11-82	71,886	66,114
South Island Railway Co	400	7.162	11-11-91	390,493	337,960
South Pacific Portland & Seattle Ry PP	85	9.125	02-01-85	84,781	84,781
South Pacific Train Co PP	160	7.125	12-01-82	157,625	117,782
South Pacific Train Co PP	32	7.000	12-15-83	33,333	30,520
South Pacific Train Co PP	117	10.000	07-15-85	116,667	100,500
South Pacific Train Co PP	500	8.750	04-01-89	500,000	474,640
South Pacific Railroad	500	7.700	01-01-91	500,000	449,600
South Pacific Tank Car	39	9.000	11-15-89	39,000	37,543

SUBCLAS: TOTAL 6,891

6,851,659

6,469,622

UTILITIES

Alabama Power Co	10,500	12-01-05	500,000	436,960	
American Tel & Tel	100	7.000	02-15-01	99,459	
Alaska Gas Louisiana Gas	500	9.100	10-01-98	500,000	473,730
Electric City Natural Gas Co	696	4.375	08-20-80	570,468	473,340
Central Gas, Water & Light Co	100	4.500	11-01-91	100,940	100,940
Chicago & Illinois Light Co	500	9.250	05-01-06	496,638	472,500
Chicago Illinois Public Service	25	4.750	01-01-89	21,717	17,356
Chicago Maine Power Co	100	5.875	05-01-97	92,701	70,500
Chesapeake Potowmack Co	200	7.700	07-01-97	200,000	161,800
Chesapeake Potowmack Co	100	5.875	06-01-04	100,000	69,510
Chesapeake Potowmack Co	225	5.250	05-01-05	226,642	143,100
Chesapeake Potowmack Co	120	5.625	03-01-07	120,996	79,656
Chesapeake Potowmack Tel.	200	9.000	05-15-15	166,860	133,160
Chesapeake Potowmack Tel.	50	7.250	05-01-97	50,000	42,740
Commercial Auto Indemnity Co	1,170	3.250	01-01-01	105,000	113,000
Commercial Auto Indemnity Co NY PP	1,000	9.125	01-01-03	1,000,000	9,115
Commercial Division Co NY	500	4.000	05-01-88	469,662	376,250
Commercial Division Co NY	50	4.375	10-01-92	44,601	29,415

Commercial Division Co NY	50	5.250	08-01-30	24,637	23,650
Commercial Division Co NY	50	5.250	08-01-34	100,000	89,630
Commercial Division Co NY	50	5.250	08-01-34	100,000	89,630
Commercial Division Co NY	50	5.250	08-01-34	100,000	89,630
Commercial Division Co NY	50	5.250	08-01-34	100,000	89,630

Commercial Division Co NY	50	5.250	08-01-30	24,637	23,650
Commercial Division Co NY	50	5.250	08-01-34	100,000	89,630
Commercial Division Co NY	50	5.250	08-01-34	100,000	89,630
Commercial Division Co NY	50	5.250	08-01-34	100,000	89,630
Commercial Division Co NY	50	5.250	08-01-34	100,000	89,630

Commercial Division Co NY	50	5.250	08-01-30	24,637	23,650
Commercial Division Co NY	50	5.250	08-01-34	100,000	89,630
Commercial Division Co NY	50	5.250	08-01-34	100,000	89,630
Commercial Division Co NY	50	5.250	08-01-34	100,000	89,630
Commercial Division Co NY	50	5.250	08-01-34	100,000	89,630

TEACHERS' RETIREMENT FUND

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
UTILITIES						
CONSOLIDATED EDISON CO NY	200	4.625	12-01-93	202,698	120,400	4.448
CONSOLIDATED EDISON CO NY	150	5.900	12-1-96	150,000	101,070	5.960
CONSOLIDATED EDISON CO NY	200	7.900	01-1-02	198,324	162,500	8.051
CONSOLIDATED EDISON CO NY	250	7.900	04-1-02	247,906	203,125	8.011
CONSOLIDATED EDISON CO NY	250	7.900	04-15-02	250,000	203,125	7.900
CONSOLIDATED EDISON CO NY	200	7.900	04-15-02	198,324	162,500	8.051
CONSOLIDATED EDISON CO NY	500	11.375	08-01-94	500,000	529,400	11.375
DALLAS POWER & LIGHT CO	200	4.250	02-01-93	184,898	127,500	5.281
DELAWARE POWER & LIGHT	50	4.625	10-01-94	50,472	30,500	4.507
DELAWARE EDISON CO	150	6.000	12-01-96	150,000	99,135	6.000
DELAWARE STATE TELEPHONE CO	50	4.750	04-01-94	50,570	33,190	4.604
DOUGLASS LIGHT CO	100	5.125	02-01-96	100,633	63,500	5.048
EL PASO ELECTRIC CO	100	4.625	02-01-92	85,034	63,750	7.012
EL PASO ELECTRIC PP	1,000	9.350	05-01-94	1,000,000	990,600	9.950
EQUITYLIGHT CO	455	8.000	05-15-97	455,000	373,105	8.000
FLORIDA POWER & LIGHT	100	4.375	12-01-86	85,909	7,880	7.500
FLORIDA POWER & LIGHT	100	4.375	12-01-96	99,587	7,380	4.463
FLORIDA POWER & LIGHT	100	4.500	08-01-92	100,956	63,300	4.366
FLORIDA TELEPHONE CO OF CALIFORNIA	320	5.000	12-01-89	277,823	229,600	7.250
FLORIDA TELEPHONE CO OF CALIFORNIA	100	4.625	11-01-91	91,673	66,250	5.905
FLORIDA TELEPHONE CO OF FLORIDA	200	7.500	06-01-02	198,519	161,240	7.521
FLORIDA POWER CO	100	4.625	13-01-94	100,779	57,500	4.533
GEORGIA POWER CO	500	7.500	12-01-02	500,000	373,500	7.500
GUARANTEER CO	100	4.625	10-01-94	101,012	62,500	4.499
HARTFORD ELECTRIC LIGHT CO	50	4.250	04-01-93	49,828	29,815	4.295
IOWA POWER CO	65	4.500	10-15-85	60,196	45,500	5.901
IDAHO POWER CO	500	9.000	05-15-08	496,966	467,500	9.060
ILLINOIS BELL TELEPHONE CO	300	4.375	07-01-03	300,493	171,000	4.354
ILLINOIS BELL TELEPHONE CO	50	4.875	07-01-97	49,423	32,875	5.004
ILLINOIS POWER CO	50	5.850	10-01-96	44,086	36,190	7.564
INDIANA BELL TELEPHONE CO	300	4.375	06-01-03	302,658	168,750	4.284
INDIANA BELL TELEPHONE CO	50	4.750	10-01-03	50,000	29,440	4.606
ILLINOIS ILLINOIS GAS AND ELECTRIC	500	8.750	04-01-06	498,885	460,650	8.770
KANSAS NEBRASKA NATURAL GAS	92	8.450	03-01-91	92,000	84,180	8.450
KANSAS NEBRASKA NATURAL GAS	50	8.450	03-01-91	50,000	45,750	8.450
KENTUCKY POWER CO	650	5.125	01-01-96	538,243	417,625	7.537
KENESAW	500	7.500	12-01-96	499,132	411,230	7.522
KENTUCKY LIGHTING CO	500	4.550	06-01-95	500,000	428,375	4.550
MICHIGAN GREAT LAKES GAS CO	150	6.500	06-01-92	132,123	117,000	6.600
MICHIGAN GREAT LAKES GAS CO	300	7.625	07-01-97	300,000	252,360	7.625
MONTANA POWER & LIGHT	400	8.700	09-01-06	400,000	303,520	8.700
MONTANA POWER CO	98	4.500	04-01-91	98,813	67,130	4.363
MONTANA POWER CO	600	7.500	04-01-01	601,523	478,500	7.466
MONTANA POWER CO	500	8.625	03-01-04	501,095	448,750	8.599
MONTANA POWER CO	500	9.875	01-01-09	496,486	443,750	9.949

TEACHERS' RETIREMENT FUND

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
UTILITIES						
PENNSYLVANIA POWER CO	500	9.875	01-01-09	496,487	413,750	9.845
PENNSYLVANIA STATES TEL & TEL	250	4.375	02-01-88	241,506	161,675	4.633
PENNSYLVANIA STATES TEL & TEL	500	7.750	06-01-13	500,000	474,850	7.750
PHILADELPHIA & ELEC CO	200	4.500	11-01-93	201,094	123,760	4.426
PHILADELPHIA & TEL & TEL	150	4.000	01-01-93	173,802	97,875	5.271
PHILADELPHIA & TEL & TEL	100	4.625	04-01-99	77,784	60,500	7.476
NEW ENGLAND TEL & TEL	75	4.500	07-01-02	65,072	43,125	5.856
NEW YORK STATE ELECTRIC & GAS	200	6.250	09-01-97	191,593	141,760	6.751
NEW YORK UTILITIUM CO	50	4.500	05-15-91	47,146	31,100	5.368
NEW YORK UTILITIUM CO	100	4.625	10-01-97	102,788	62,500	4.325
NEW YORK UTILITIUM CO	200	4.625	01-01-02	203,415	119,000	4.464
NEW YORK UTILITIUM CO	100	4.875	01-01-06	100,662	59,070	4.617
NEW YORK UTILITIUM GAS CO	50	4.500	08-01-99	50,000	34,940	4.500
NEW YORK UTILITIUM SERVICE	50	4.500	04-15-93	50,486	32,375	4.333
NEW YORK UTILITIUM CO	250	4.375	09-01-93	240,552	157,200	4.367
NEW YORK UTILITIUM CO	150	5.000	02-01-06	150,693	91,875	4.941
OHIO OIL CO	350	9.300	05-15-03	317,471	311,605	9.576
OHIO TAILOR CO	500	9.625	11-01-03	500,000	1,0,900	9.625
PACIFIC GAS & ELECTRIC CO	20	4.500	12-01-86	11,038	11,916	5.511
PACIFIC GAS & ELECTRIC CO	100	5.000	06-01-91	62,603	60,400	8.044
PACIFIC GAS & ELECTRIC CO	100	5.375	06-01-98	100,225	65,300	5.349
PACIFIC GAS & ELECTRIC CO	150	5.750	12-01-98	149,355	103,310	5.798
PACIFIC GAS & ELECTRIC CO	100	6.750	12-01-00	95,397	75,600	7.302
PACIFIC GAS & ELECTRIC	500	10.125	08-01-12	493,751	508,750	10.149
PACIFIC LIGHTING DEVICE	300	7.625	12-01-91	300,000	259,750	7.625
PACIFIC MARINE'S BELL TELEPHONE	250	4.500	12-01-00	251,471	117,200	4.429
PACIFIC PORTION OF BELL TELEPHONE	50	4.500	04-01-03	43,702	28,750	5.718
PACIFIC TEL & TEL	400	4.625	04-01-99	405,734	229,840	4.477
PACIFIC TEL & TEL	200	4.625	05-01-00	192,968	113,360	4.983
PACIFIC TEL & TEL	20	6.000	11-01-02	16,676	13,610	6.041
PACIFIC TEL & TEL	500	9.875	02-15-16	500,000	502,100	9.875
PENNSYLVANIA ELECTRIC CO	100	4.625	10-01-94	100,946	52,750	4.507
PENNSYLVANIA POWER & LIGHT	500	7.500	01-01-03	498,528	401,650	7.531
PHILADELPHIA ELECTRIC CO	25	4.500	03-01-95	23,679	13,815	5.151
POTOMAC ELECTRIC POWER CO	50	4.625	12-01-93	50,869	31,875	4.402
POTOMAC ELECTRIC POWER CO	100	4.500	05-15-99	100,000	57,680	4.500
POTOMAC ELECTRIC POWER CO	400	4.500	05-15-99	236,136	231,520	9.150
PUBLIC SERVICE CO COLORADO	50	4.500	10-01-91	50,460	33,190	4.363
PUBLIC SERVICE CO COLORADO	500	9.250	10-01-08	500,000	405,650	9.250
PUBLIC SERVICE CO OF NEW HAMPSHIRE	300	7.625	06-15-02	300,000	234,390	7.633
PUBLIC SERVICE ELECTRIC & GAS CO	50	4.375	11-01-06	48,351	32,500	4.860
PUBLIC SERVICE ELECTRIC & GAS CO	10	4.625	08-01-88	9,716	7,250	5.133
PUBLIC SERVICE ELECTRIC & GAS CO	300	4.625	09-01-94	302,332	101,390	4.544
PUBLIC SERVICE ELECTRIC & GAS CO	50	4.750	09-01-95	50,341	37,125	4.694
PUBLIC SERVICE ELECTRIC & GAS CO	295	7.750	03-15-96	295,000	248,921	7.750
PUBLIC SERVICE ELECTRIC & GAS CO	400	7.500	04-01-02	400,000	329,720	7.500
PUGET SOUND POWER & LIGHT CO	50	4.625	11-01-93	50,094	29,940	4.599
ROCHESTER GAS & ELECTRIC CORP	100	4.500	11-15-91	100,920	64,360	4.365

TEACHERS' RETIREMENT FUND

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
UTILITIES						
SAN DIEGO GAS & ELECTRIC CO	50	4.500	09-01-94	38,792	29,315	7.505
SAN DIEGO GAS & ELECTRIC CO	50	4.500	09-01-94	50,000	29,315	4.500
SOUTHERN CALIFORNIA ELECTRIC & GAS	500	10.125	04-01-09	495,028	510,000	10.231
CELTICAL TELEPHONE CO OF FLORIDA	500	7.650	02-01-97	500,000	416,900	7.650
COASTAL TEL. TEL & TEL CO	100	4.000	10-01-83	98,849	82,880	4.402
SOUTHERN CALIF TEL & TEL CO	25	4.375	03-01-93	21,991	15,063	5.756
SOUTHERN CAL TEL TEL & TEL CO	165	4.750	09-01-00	166,156	99,891	4.674
SOUTHERN CALIFORNIA EDISON CO	100	4.875	09-01-82	92,914	87,750	8.501
SOUTHERN CALIFORNIA EDISON CO	200	4.375	03-01-89	199,231	138,260	4.442
SOUTHERN CALIFORNIA EDISON CO	500	4.500	62-15-90	417,824	341,250	7.201
SOUTHERN CALIFORNIA EDISON CO	150	4.500	62-15-90	150,154	102,375	4.462
SOUTHERN CALIFORNIA EDISON CO	150	5.250	05-15-91	149,167	106,875	5.335
SOUTHERN CALIFORNIA EDISON CO	1,000	9.625	11-01-03	993,171	996,200	9.700
SOUTHERN CALIFORNIA GAS CO	500	8.500	10-01-97	495,997	456,900	8.593
SOUTHERN NEW ENGLAND TELEPHONE	250	8.125	05-01-03	247,074	220,650	8.255
SOUTHEASTERN BELL TELEPHONE	500	4.625	08-01-95	481,081	318,050	5.055
SOUTHEASTERN PUBLIC SERVICE	100	4.625	02-01-95	100,394	63,000	4.578
SOUTHEASTERN PUBLIC SERVICE	500	8.750	03-01-03	500,000	466,250	8.750
TUSCON GAS & ELECTRIC CO PP	250	4.550	02-01-95	250,000	142,825	4.550
UTAH ELECTRIC CO	100	4.375	03-01-38	100,087	69,380	4.357
UTAH ELECTRIC CO	300	4.500	11-01-93	301,142	162,250	4.450
UNITED TELEPHONE CO OF INDIANA PP	228	9.125	04-01-00	227,500	209,232	9.125
UNITED TELEPHONE OF MISSOURI PP	470	7.875	06-01-03	470,000	377,974	7.875
UNITED TELEPHONE OF NORTHWEST PP	500	10.750	09-01-99	500,000	521,000	10.750
UNITED TELEPHONE CO OF OHIO	168	7.600	08-01-02	183,000	154,404	7.600
UNITED TELEPHONE CO OF PENN PP	228	9.750	06-01-00	227,500	221,540	9.750
UTAH POWER & LIGHT CO	600	7.500	05-01-02	600,000	465,000	7.500
UTAH POWER & LIGHT CO	500	10.250	11-01-05	502,200	516,900	10.195
UTAH POWER & LIGHT CO	1,200	9.125	05-01-08	1,203,000	1,144,560	9.125
VIRGINIA ELECTRIC & POWER	150	4.500	05-01-95	149,503	90,195	4.533
WASHINGTON B WATER POWER CO	400	4.625	09-01-94	400,000	248,520	4.625
WISCONSIN POWER CO	100	4.500	63-01-92	100,939	65,130	4.365
WISCONSIN MICHIGAN POWER CO	200	5.875	08-01-96	180,094	145,260	7.151
WISCONSIN NATURAL GAS CO	150	4.875	10-01-90	125,224	102,570	7.760
WISCONSIN NATURAL GAS CO	100	4.875	10-01-90	100,287	66,230	4.832
WISCONSIN PUBLIC SERVICE CORP	100	8.750	03-15-94	100,943	92,130	8.600
WISCONSIN PUBLIC SERVICE CORP	200	4.375	10-01-93	200,000	125,760	4.375
WISCONSIN TELEPHONE CO	100	4.500	06-01-94	100,187	61,680	4.476
WISCONSIN TELEPHONE CO	25	4.875	05-01-95	23,098	16,688	5.849
SUBCLASS TOTAL	39,240			38,366,836	31,745,619	
CANADIAN						
BELL TELEPHONE OF CANADA	1,000	9.000	01-15-08	1,000,000	927,500	9.000
BELL TELEPHONE OF CANADA PP	500	9.500	06-01-04	500,000	468,500	9.500

TEACHERS' RETIREMENT FUND

	PAR VALUE (OO)	INTEREST RATE D.R.E.	MATURITY DATE	COST	MARKET VALUE	YIELD
CANADIAN						
BRITISH COLUMBIA HYDRO & POWER	500	9.625	06-01-05	498,920	489,350	9.650
BRITISH COLUMBIA HYDRO & POWER	1,000	8.375	06-15-07	1,000,000	886,875	8.375
BRITISH COLUMBIA HYDRO & POWER PP	1,000	9.625	07-15-06	1,000,000	953,900	9.625
CANADIAN NATL RAILWAY CO PP	992	8.500	07-15-88	931,669	892,898	8.500
CANADIAN NATL RAILWAY CO PP	500	9,000	07-01-91	500,000	471,500	9.000
CANADIAN NATL RAILWAY CO PP	1,000	9.250	03-15-92	1,000,000	971,100	9.250
CANADIAN PACIFIC EQUIPMENT TRUST PP	400	10.125	07-02-90	400,000	400,640	10.125
CANADIAN HYDRO-ELECTRIC BOARD	500	9.375	12-01-04	484,101	481,850	9.763
MANITOBA FINANCIAL AUTHORITY OF BC	500	8.875	05-01-01	500,000	465,313	8.875
MUNICIPAL FINANCIAL AUTHORITY OF BC	480	8.875	05-01-01	480,000	446,700	8.875
MUNICIPAL FINANCIAL AUTHORITY OF BC	800	8.200	10-15-86	800,000	736,000	8.200
NEW BRUNSWICK ELECTRIC POWER	500	9.375	05-01-01	500,000	463,750	9.375
NOVA SCOTIA POWER CORP	500	10.500	09-15-00	500,000	512,500	10.500
ONTARIO HYDRO PP	1,000	9.500	03-15-96	1,000,000	944,100	9.500
QUEBEC HYDRO ELECTRIC CO	500	8.500	08-01-03	497,963	429,400	8.550
QUEBEC HYDRO ELECTRIC CO	500	8.500	08-01-03	491,343	429,400	8.700
QUEBEC HYDRO ELECTRIC CO	500	8.250	01-01-01	457,938	425,000	8.290
QUEBEC HYDRO ELECTRIC CO	300	10.700	08-01-90	300,000	312,000	10.700
QUEBEC HYDRO ELECTRIC CO	200	10.700	08-01-99	200,000	203,000	10.700
QUEBEC HYDRO ELECTRIC CO	300	10.700	08-01-99	300,000	312,000	10.700
SUBCLASS TOTAL		13,472		13,441,934	12,572,276	

CONVERTIBLE BONDS

ALUMINUM CO OF AMERICA CV	48	5.250	09-15-91	49,856	45,888	4.637
CAROLINA TELEPHONE CV	63	5.750	01-15-88	59,088	53,550	7.020
CHASE MANHATTAN REIT	55	11.625	01-01-97	35,359	24,200	0.000
CITICORP CV	100	5.750	06-30-00	100,000	76,000	5.750
FIRST BANK SYSTEMS CV	100	6.250	06-30-00	100,000	89,000	6.250
HERCULES CV	200	6.500	06-30-93	200,000	161,200	6.500
HIGGINS INVESTMENT CORP CV	55	5,000	12-15-93	35,000	39,330	5,000
McGRAN HILL CV	49	3.375	05-01-92	47,291	31,630	4.313
J.P. MORGAN & CO CV	100	4.750	11-01-98	100,000	72,000	4.750
J.P. MORGAN & CO CV	50	4.750	11-01-98	50,000	36,000	4.750
PITTSTON CO CV	120	9.200	07-01-04	197,516	116,880	9.200
WEST POINT PEPPERELL INC CV	150	7.750	10-15-00	150,000	142,500	7.750
WEST POINT PEPPERELL INC CV	100	7.750	10-15-00	100,000	95,000	7.750
WHITE CLIFFICAL CORP CV	20	4.500	12-15-93	20,000	16,600	4.500
SUBCLASS TOTAL		1,210		1,214,110	1,000,048	
SECURITY TOTAL		112,790		111,051,850	98,500,944	

TEACHERS' RETIREMENT FUND

SECURITY	MATURITY DATE	INTEREST RATE	PAR VALUE (000)	MARKET VALUE	YIELD
PROPERTY MARKET INSTRUMENTS					
US REPURCHASE AGREEMENTS					
RING CROCKER HOTEL BANK SF RICO METALS FINANCIAL BANK SF	9-400 9.750	07-06-79 07-05-79	2,000 600	2,000,000 600,000	9.400 9.750
SUBCLASS TOTAL	2,600			2,600,000	
SECURITY TOTAL	2,600		2,600,000	2,600,000	
GOVERNMENT BONDS					
US GOVERNMENT ORGANIZATIONS					
US TREASURY BONDS	500	7.875	02-15-00	485,061	456,900
SUBCLASS TOTAL	500			485,061	456,900
SECURITY TOTAL	500		485,061	456,900	
CORPORATE SECURITIES					
CORPORATE AGENTHIPS AND DEBTS					
DAVIERA PAPER PLATES INC FL PAO CAVEL POINT TANKER CO US GG	100 500	5.150 8.100	04-01-05 03-31-03	101,416 500,000	60,630 449,350
HARTMILL CORNER TOWER INC	153	5.150	05-01-06	143,573	8,100 92,152
TWO BOTTLES WATER FILM MORTGAGE	120	0.750	03-12-10	120,251	5,732 115,297
FORTRESS LEADERSHIP MORTGAGE CORP	463	8.200	09-15-07	160,312	8,750 422,031
FORTRESS LEADERSHIP CORPORATION	14	4.125	12-27-84	14,150	8,243 11,156
FORTRESS LEADERSHIP MORTGAGE ASSOCIATION	1,000	8.550	09-12-88	998,125	4,125 965,000
GARIBOLDI HOLDINGS INC	100	5.000	02-01-04	100,000	8,500 59,660
GULF RELOCATION PROPERTIES PP	447	7.950	12-20-93	416,779	5,000 404,201
INTERNATIONAL BANK FOR RECONSTRUCTION	500	8.125	08-01-96	500,000	7,950 450,000
HERITAGE COMMUNITING CORP GG PP	962	8.350	07-01-96	502,000	8,350 896,295
PATRIOT V COMMUNITING CORP GG	1,000	8.100	04-12-04	1,000,000	8,100 910,200
ROCKY MOUNTAIN CONSTRUCTION HOMES	56	5.160	07-01-05	56,000	5,150 33,908
SEA TRAIL SAVANNAH US GO SHIP BONDS	967	7.950	09-30-97	966,964	7,950 864,659
US GO SHIP FINANCIAL BONDS LNG ARIES	500	8.200	12-13-02	500,000	8,200 460,250
VALMONT CENTER MAJOR IP, VALMONT CENTER MAJOR IP, VALMONT CENTER MAJOR IP,	1,000 91 5,150	9.250 5.150 10-01-04	07-02-99 01-02-99 01-01-04	1,000,000 91,000 515,355	9.250 5.150 1,000,000 515,355
SUBCLASS TOTAL	7,973			7,960,570	7,250,144
SECURITY TOTAL	7,973			7,960,570	7,250,144
MUNICIPAL BONDS					
STATE-DIRECT OR GUARANTEED					
SRS BUILDING	1,555	9.000	11-01-96	1,554,644	9,000

TEACHERS' RETIREMENT FUND

	(CUMULATIVE)	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
MUNICIPAL BONDS STATE-DIRECT OR GUARANTEED							
SUBCLASS TOTAL							
SUBCLASS TOTAL		1,555			1,554,644	1,554,644	
SECURITY TOTAL		1,555			1,554,644	1,554,644	
OTHER HOLDINGS							
MORTGAGES BONDS AND LAND COMMON STOCK							
SUBCLASS TOTAL		33,379	.000	00-00-00	33,378,571	33,378,571	
SECURITY TOTAL		158	.000	00-00-00	158,198	158,198	
FUND TOTAL		15,092	.000	00-00-00	15,091,799	17,559,310	
48,629							
SUBCLASS TOTAL		48,629			48,628,568	51,006,079	
SECURITY TOTAL		48,629			48,628,568	51,006,079	
FUND TOTAL		174,047			172,280,693	161,403,711	

TRUST & LEGACY FUND

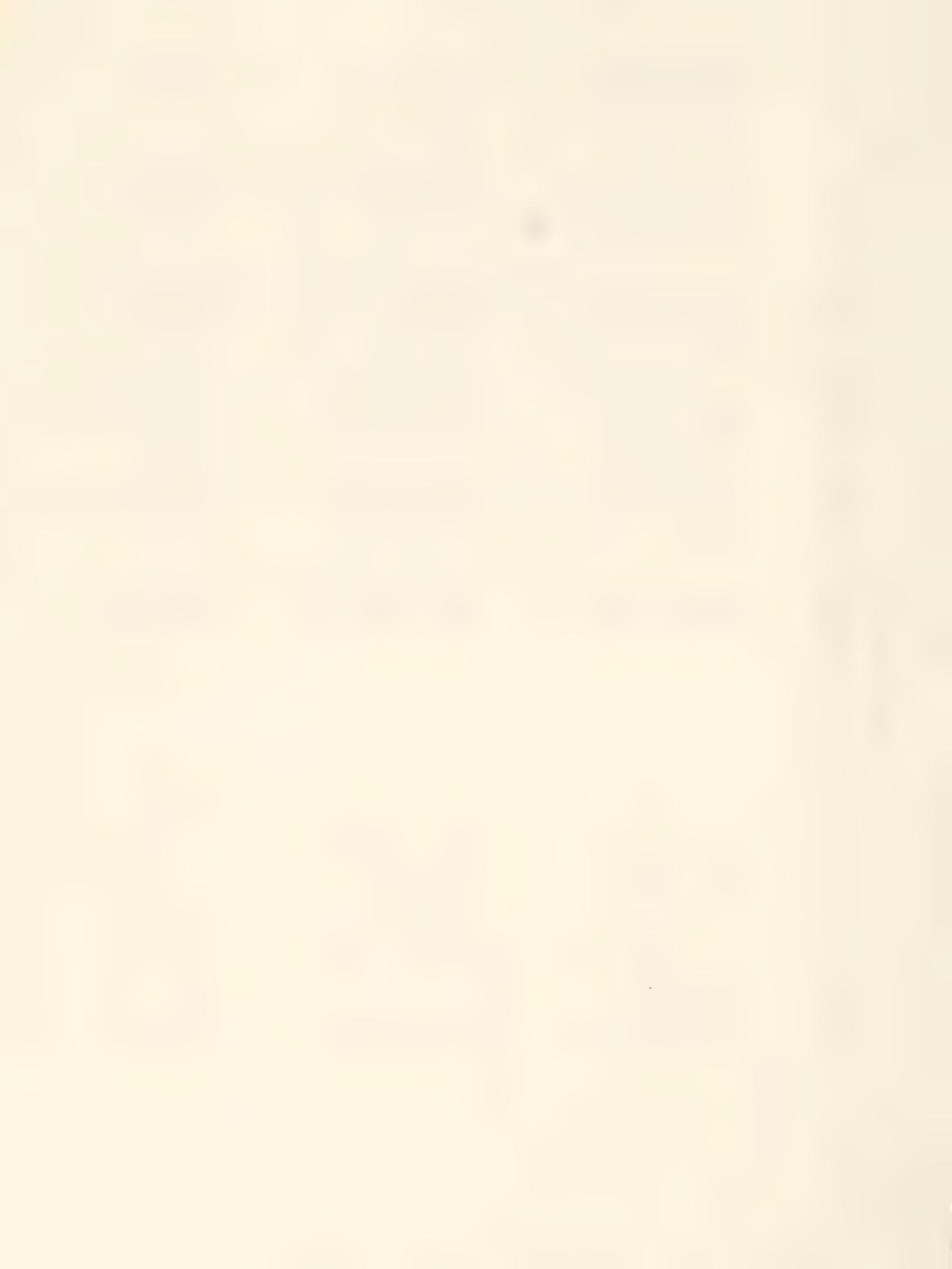
SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
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CORPORATE BONDS
INDUSTRIAL

ALUMINUM CO OF AMERICA	1,000	7.450	11-15-96	894,530	864,900	8.827
ALUMINUM CO OF AMERICA PP	1,000	7.450	11-15-96	895,431	864,900	8.651
ALUMINUM CO OF AMERICA PP	1,713	4.375	03-31-88	1,425,290	1,198,929	7.472
AMERICAN CARP. COMPANY	500	7.750	03-15-01	450,650	439,450	8.935
CARHART OIL COMPANY PP	734	4.500	02-01-90	616,646	507,488	7.063
CARNATION OIL COMPANY PP	384	5.000	04-01-91	327,514	271,718	7.218
CATERPILLAR TRACTOR CO	500	8.000	11-01-01	500,000	457,500	8.000
CATERPILLAR TRACTOR CO	500	8.000	11-01-01	500,000	457,500	8.000
CLOUDS SERVICE CORP	2,000	8.250	06-01-91	1,337,490	1,837,200	8.265
COMBINE ITALIA CO PP	615	5.875	12-01-82	543,404	477,978	7.753
DIAZ-LO SHAMROCK CORP	500	8.500	04-01-03	491,012	460,000	8.680
DOM CHEMICAL CO	400	7.875	07-15-07	397,193	352,360	7.941
FMC CORP	400	9.500	01-15-00	396,706	393,000	9.606
GENERAL UTILS INC	500	9.375	03-01-09	495,288	500,500	9.469
HERCULES INC	500	8.750	04-01-83	500,000	490,550	8.750
HERSHEY CO., INC.	400	9.500	03-15-09	398,515	404,000	9.538
HIBAO LTD.	400	7.900	01-15-07	400,000	344,680	7.900
INTERCONTINENTAL PAPER CO	500	8.850	12-15-00	500,000	484,400	8.850
KURE LIGHT CO	250	8.500	06-01-06	248,315	231,250	8.570
MARATHON OIL CO NOTES	300	7.650	11-01-83	300,000	242,090	7.650
MURK CO	500	7.875	06-15-85	500,000	448,250	7.875
MONOCREDIT MHD CREDIT	500	9.375	05-15-84	498,886	493,700	9.438
OMENS ILLINOIS PP	1,000	7.625	04-01-01	894,178	862,800	8.890
PFIZER INC	760	5,000	02-01-91	648,741	522,728	7.230
PHILIP MORRIS PP	250	8.875	08-15-85	500,000	493,550	8.875
PHILIP MORRIS PP	1,145	9.150	11-01-89	974,931	1,214,423	7.702
PHILLIPS PETROLEUM PP	93	5.375	07-01-91	80,400	55,872	7.261
PHILLIPS PETROLEUM PP	1,503	5.375	07-01-91	1,310,442	1,061,575	7.273
REPROCO (PHILLIPS PETROLEUM) PP	1,356	7,000	01-01-93	318,183	286,660	8.348
RJ REYNOLDS TOBACCOIES	500	8,000	01-15-07	500,000	452,500	8.000
SCOTT PAPER CO	500	8,750	01-15-00	500,000	472,800	8.750
GD SEARCH & CO	300	8,000	06-15-81	299,755	260,040	8.053
GALES FARMING CO	500	7.875	02-01-07	498,620	444,350	7.901
GARLIC OIL CO	300	7.875	02-01-07	299,172	265,610	7.901
SHELL OIL CO PP	495	5,000	03-15-91	424,527	350,609	7.137
SHELL OIL CO PP	660	5,000	-03-15-91	532,533	467,478	7.915
SHELL OIL CO PP	667	4,500	04-15-90	560,285	458,599	7.012
SHELL OIL BY ALASKA PP	350	8,400	03-14-01	349,681	321,987	8.400
SHERWIN WILLIAMS	500	9,450	12-01-99	500,000	434,350	9.450
SOUTHERN CORP	200	8,000	06-15-85	200,000	190,500	8,000
STAFAC INC PP	113	4,625	04-01-89	92,494	80,816	7.755
STAFAC INC PP	83	4,500	09-01-88	68,698	59,850	7.639
STAFAC INC PP	141	4,625	03-01-90	113,355	98,469	7.802
STANDARD OIL CO OF INDIANA	200	9,200	07-15-04	200,000	200,000	9.200
STATEWIDE STATIONS	300	9,200	07-15-04	300,000	300,000	9.200
STAUFFER CHEMICAL CO	853	5,375	03-15-96	720,614	574,410	7.275
STAUFFER CHEMICAL CO	500	8,125	06-01-96	467,318	456,250	9,000

TRUST & LEGACY FUND

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
CORPORATE BONDS						
INDUSTRIAL						
STUDIBAKER WORTHINGTON	500	9.350	11-15-03	500,000	495,150	9.350
TEXACO INC	500	7.750	06-01-01	458,565	436,300	8.707
TEXACO INC	500	8.500	04-01-06	494,041	469,350	8.617
TEXACO INC PP	939	4.500	12-15-89	747,883	651,384	7.726
TEXACO INC PP	720	4.500	12-15-89	599,614	499,464	7.237
TRIANGLE FACILITIES PP	387	4.750	12-01-87	340,713	286,612	6.830
UNION OIL CO OF CALIFORNIA	500	8.625	03-01-06	496,664	472,500	8.695
UNION OIL CO OF CALIFORNIA	500	8.625	03-01-06	496,664	472,500	8.695
US CYCLOM	1,000	7.875	01-01-04	931,780	876,200	8.630
WATER COMPANY	298	5.375	04-01-91	259,273	218,454	7.181
SUBCLASS TOTAL	32,709			30,193,449	27,473,741	
BANKS AND INSURANCE						
AETNA LIFE & CASUALTY CO	500	8.125	10-15-07	497,640	450,650	8.169
AETNA LIFE & CASUALTY INSURANCE CO	500	9.375	12-15-03	496,318	405,000	9.450
AETNA LIFE & CASUALTY INSURANCE CO	500	9.375	12-15-03	496,318	495,000	9.450
BALTIMORE TRUST CO	500	8.350	03-01-07	500,000	452,900	8.350
BALTIMORE TRUST CO	500	8.625	11-01-01	498,831	411,300	8.449
CITICORP USA INC CORP	500	8.250	06-01-01	497,549	413,500	8.300
CITICORP USA INC CORP	1,000	8.125	08-15-07	994,133	874,400	8.160
CHARTER BANK OF INDIANA CORP	350	7.875	03-15-86	349,684	322,438	7.890
CHARTER BANK OF INDIANA CORP	150	7.875	03-15-86	149,865	138,188	7.890
CHARTER BANK OF INDIANA CORP	500	7.750	02-15-87	500,000	418,150	7.750
SUBCLASS TOTAL	5,000			4,980,338	4,564,976	
OTHER FINANCIAL						
AMERICAN CAPP	500	8.350	02-15-88	500,000	469,350	8.330
AMERICAN CITI-CREDIT CORP PP	500	8.700	04-01-99	486,756	469,550	9.000
AMERICAN CITI-CREDIT CORP PP	1,000	4.650	05-15-86	855,763	744,600	0.000
AMERICAN CITI-CREDIT CORP PP	400	7.350	01-15-87	410,400	357,360	7.350
AMERICAN CITI-CREDIT CORP PP	500	8.200	02-15-88	500,000	467,750	8.200
AMERICAN CITI-CREDIT CORP PP	500	10.500	09-15-94	500,000	523,200	10.500
AMERICAN CITI UTILITIES	500	9.750	04-01-09	497,619	502,500	9.800
SUBCLASS TOTAL	3,900			3,740,138	3,534,310	



TRUST & LEGACY FUND

SECURITY	PAR VALUE (000)	INTEREST RATE%	MATURITY DATE	COST	MARKET VALUE	YIELD
TRANSPORTATION EXCL. RAILROADS						
COLONIAL PIPELINE PP	1,321	4.736	06-01-90	1,130,138	905,810	7.006
CONTINENTAL FIBER LINE PP	375	7.500	05-01-94	357,167	313,313	8.116
SUBCLASS TOTAL	1,696			1,487,305	1,219,123	

RAILROADS

RAILROADS	300	7.375	12-01-83	300,000	274,350	7.375
GENERAL AMERICAN TRANSPORTATION	500	8.750	04-01-89	500,000	474,850	8.750
TRAILER TRAIN CO PP	1,191	6.625	02-01-83	1,168,521	1,091,623	7.273
SUBCLASS TOTAL	1,991			1,968,521	1,840,823	

UTILITIES

AMERICAN TEL & TEL	500	4.750	11-01-92	405,940	341,900	7.418
AMERICAN TEL & TEL	150	4.750	11-01-92	121,697	102,570	7.428
AMERICAN TEL & TEL	2,000	4.750	11-01-92	1,623,762	1,367,606	7.418
AMERICAN TEL & TEL	1,000	5.125	04-01-01	706,992	646,400	8.481
CINCINNATI GAS AND ELECTRIC CO	500	5.875	07-01-97	384,771	356,250	8.796
COMMONWEALTH EDISON COMPANY PP	500	9.125	06-01-98	600,000	485,750	9.125
DUKE POWER CO	500	8.125	11-01-03	410,451	429,700	10.500
DUPONT LIGHT & POWER	500	10.125	02-01-09	494,435	505,000	10.244
EL PASO ELECTRIC PP	1,000	9.950	03-01-04	1,000,000	900,600	9.950
FLORIDA POWER CO PP	800	9,000	11-01-00	757,124	743,000	9.670
GULF STATES UTILITIES CO	750	6,625	02-01-92	586,265	569,996	9.622
HARTFORD ELECTRIC LIGHT CO	300	5,625	04-01-97	250,031	198,750	7.6e4
HAWAIIAN TELEPHONE CO	500	8,500	04-01-06	495,537	451,250	8.593
HOUSTON LIGHTING & POWER	1,000	5,250	04-01-96	823,258	676,300	7.460
HOUSTON LIGHTING & POWER	1,000	8,125	02-01-04	914,682	884,400	9.110
IDAHO POWER CO	300	9,000	08-19-08	296,357	280,500	9.122
ILLINOIS BELL TELEPHONE CO	1,000	6,000	07-01-93	789,394	732,800	8.5e4
INDIANA BELL TELEPHONE CO	300	5,500	04-01-07	202,308	196,500	9.205
MONONGAHELA POWER CO	200	5,500	03-01-96	150,677	130,260	8.213
MONTANA POWER CO	500	9,875	01-01-03	496,187	443,750	9.949
MONTANA STATES TEL & TEL	1,000	5,000	04-01-00	693,699	628,800	8.616
MONTANA STATES TEL & TEL	500	8,625	04-01-18	495,155	467,100	8.710
NEW YORK STATE ELECTRIC & GAS CORP	200	5,625	01-01-97	165,595	130,260	7.73
NORTHERN STATE POWER CO	500	9,500	05-01-05	497,842	450,150	9.549
OKLAHOMA GAS & ELECTRIC	750	4,500	03-01-95	515,289	486,875	8.622
OKLAHOMA GAS & ELECTRIC	1,000	4,500	03-01-95	618,527	622,600	9.201
OKLAHOMA POWER COMPANY	500	9,625	11-01-08	500,000	486,900	9.6e3
PACIFIC GAS & ELECTRIC CO	400	5,000	06-01-89	341,927	290,080	7.552
PACIFIC GAS & ELECTRIC CO	300	5,750	12-01-98	252,492	206,640	7.595

TRUST & LEGACY FUND

	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
UTILITIES						
PACIFIC TEL & TEL	1,000	6.000	11-01-04	754	680,500	8.292
PUBLIC SERVICE CO. INDIANA	1,500	9.875	02-15-16	500,000	502,100	9.875
SOUTHERN CALIFORNIA EDISON CO	500	8.125	10-01-07	489,338	438,750	8.329
SOUTHERN CALIFORNIA EDISON CO	635	5.250	05-15-91	542,100	452,438	7.515
SOUTHERN CALIFORNIA EDISON CO	1,000	9.625	11-01-03	933,171	996,200	9.700
SOUTHERN COUNTIES GAS CO OF CALIFORNIA	300	4.750	08-01-90	245,230	209,640	7.718
TEXAS ELECTRIC SERVICE CO	500	9.500	02-01-09	496,539	503,400	9.571
UTAH POWER & LIGHT CO	300	8.375	09-01-06	295,572	265,140	8.520
UTAH POWER & LIGHT CO	1,000	9.125	05-01-03	1,000,000	953,800	9.125
NET ASSET TOTAL	24,185			20,853,948	19,339,549	
CANADIAN						
BELL TELEPHONE OF CANADA	500	9.000	01-15-08	500,000	463,750	9.000
BRITISH COLUMBIA HYDRO & POWER	300	5.625	07-01-91	251,855	217,500	6.150
BRITISH COLUMBIA HYDRO & POWER	500	9.625	06-01-05	498,920	466,350	9.650
BRITISH COLUMBIA HYDRO & POWER	500	8.375	06-15-07	500,000	443,438	8.375
BRITISH COLUMBIA HYDRO & POWER PP	1,000	9.625	07-15-96	1,000,000	953,900	9.625
CANADIAN NATL RAILWAY CO PP	1,000	9.250	03-15-98	1,000,000	921,100	9.250
ONTARIO ELECTRIC BOARD	500	9.250	05-15-04	473,746	478,100	9.880
NEW BRUNSWICK ELECTRIC POWER	500	10.500	10-01-95	496,953	500,000	10.591
ONTARIO HYDRO	1,000	9.500	03-15-96	1,000,000	944,100	9.500
NET ASSET TOTAL	5,800			5,721,474	5,411,238	
NET ASSET TOTAL	75,281			68,945,173	63,383,760	
BALANCE SHEET - MARCH 31, 2017						
US GOVERNMENT BONDS						
US TREASURY BONDS	470	4.000	02-15-80	470,384	455,900	3.811
US TREASURY BONDS	500	7.875	02-15-00	485,061	456,900	8.207
NET ASSET TOTAL	970					
US GOVERNMENT BONDS						
US TREASURY BONDS	470	4.000	02-15-80	470,384	455,900	3.811
US TREASURY BONDS	500	7.875	02-15-00	485,061	456,900	8.207
NET ASSET TOTAL	970					

TRUST & LEGACY FUND

GOVERNMENT BONDS
US GOVERNMENT OBLIGATIONS

SECURITY TOTAL.

GOVERNMENT AGENCIES
US GOVERNMENT AGENCIES

970

955,445

912,800

	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
AMERICAN EXPORT LIGHTING MM PP	3,129	01-01-94	3,129,000	2,669,037	7,300	
AMERICAN EXPORT IM PP	2,068	07-01-97	2,068,000	1,733,398	7,300	
AMERICAN EXPORT STAGHORN MM BONDS PP	3,137	01-01-94	3,137,000	2,675,861	7,300	
AMERICAN LINE CO INC 100% LINES MM BONDS	200	05-01-96	200,867	170,080	7,567	
BOSTON AIRLINES INC CORP 1 PP	250	01-01-96	238,130	229,775	8,760	
BOSTON AIRLINES INC CORP 1 PP	6	01-01-96	6,000	5,515	8,200	
BOSTON AIRLINES INC CORP 1 PP	122	04-01-96	122,000	112,130	8,200	
BOSTON AIRLINES INC CORP 2 PP	8	01-01-96	8,000	7,349	8,200	
BOSTON TELECOM CORP 2 PP	771	07-27-96	730,065	708,241	8,826	
BOSTON TELECOM CORP 2 PP	120	07-27-96	120,000	110,232	8,200	
BOSTON TELECOM CORP 3 PP	9	01-28-97	9,000	8,258	8,200	
BOSTON TRAILERS INC CORP 3 PP	120	01-25-97	120,000	110,112	8,200	
BOSTON TRAILERS INC CORP 4 PP	122	01-25-97	122,000	111,947	8,200	
BOSTON TANKER CO INC CORP 4 PP	9	01-25-97	9,000	8,258	8,200	
US GOVT HIGHLIGHT MARINE DELTA SS	200	01-01-98	199,640	165,360	7,220	
US GOVT MERCHANT MARINE DELTA SS	200	03-01-98	200,000	165,360	7,200	
US GOVT MERCHANT MARINE DELTA SS	100	03-01-98	100,000	82,680	7,200	
EL PASO ARZEN TANKER CO GG	500	01-00-00	500,000	456,500	8,100	
EL PASO SAVANNAH TANKER GG	200	03-31-03	200,000	183,220	8,150	
EL PASO SOUTHERN TANKER GG	200	03-31-03	200,000	183,220	8,150	
EL PASO SOUTHERN TANKER GG	300	03-31-03	300,000	274,830	8,150	
EL PASO SOUTHERN TANKER GG	100	03-31-03	100,000	91,300	8,100	
FALCON TANKERS BUSINESS US GG	495	07-300	02-01-92	495,000	438,422	7,300
FARMERS HOME ADMINISTRATION	500	06-400	03-31-81	497,251	469,350	6,818
Florida LAND PROPS	500	07-150	05-26-97	493,563	405,000	7,300
FLORIDA LAND CO INC	50	06-700	04-20-81	50,094	48,125	6,554
FLORIDA LAND CO INC	120	06-700	04-20-81	120,000	111,500	6,700
FLORIDA LAND CO INC	140	06-700	04-20-81	139,729	1,750	6,849
FLORIDA LAND CO INC	100	06-900	04-20-82	100,000	91,500	6,900
FLORIDA LAND CO INC	100	06-900	04-20-82	100,000	94,500	6,900
FEDERAL LAND BANKS	100	06-900	04-20-82	100,000	94,500	6,900
FEDERAL LAND BANKS	100	06-900	04-20-82	100,000	94,500	6,900
FEDERAL LAND BANKS	100	06-900	04-20-82	100,000	94,500	6,900
FEDERAL LAND BANKS	100	06-900	04-20-82	100,000	94,500	6,900
FEDERAL LAND BANKS	100	06-900	04-20-82	100,000	94,500	6,900
FEDERAL NATIONAL MORTGAGE ASSOCIATION	500	08-550	09-12-88	498,750	482,500	6,580
GLOBAL PASS THROUGH II PP	292	06-15-02	282,000	211,319	6,813	
GLOBAL PASS THROUGH II PP	652	06-15-03	583,283	539,459	7,606	
GLOBAL REIFICATION CERT	605	08-000	12-15-03	583,648	552,617	8,308
GLOBAL HIGH 10 SYSTEM MM PP	400	06-400	12-11-87	386,860	331,480	7,040
GLOBAL BLOCS 90144141P MM DOLLY	452	07-375	12-12-98	452,157	379,812	7,375
GLOBAL BLOCS 901441P MM LOUIS	591	08-300	09-15-91	609,474	558,909	7,759
GLOBAL BLOCS 901441P MM LOUIS	7,200	06-15-90	200,000	177,900	7,200	

TRUST & LEGACY FUND

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
GOVERNMENT AGENCIES						
US GOVERNMENT AGENCIES						
MARINE SHIP FINANCING CORP GG PP	548	7.875	09-12-95	548, 148	489, 551	7.875
MARINE VESSEL FINANCING CORP GG PP	452	7.875	10-14-95	451, 852	403, 459	7.875
MARINE FINANCING CORP GG PP	481	8.350	07-01-96	481, 000	448, 148	8.350
US LENDER FUND I 4% 116 PP	256	7.375	12-27-93	256, 428	220, 272	7.375
US LENDER FUND II 4% 116 PP	513	7.375	12-27-93	512, 856	440, 544	7.375
OVERSEAS BULLION FUND PP	513	7.375	12-27-93	512, 856	440, 544	7.375
PATRIOT V SHIP FINANCING CORP GG	500	8.100	04-12-04	500, 000	455, 100	8.100
PATRIOT VI SHIP FINANCING CORP GG	100	8.000	12-07-03	100, 000	88, 560	8.000
PATRIOT VII SHIP FINANCING CORP GG	400	8.000	03-31-06	400, 000	354, 240	8.000
PATRIOT VIII SHIP FINANCING CORP GG PP	500	8.000	03-31-81	500, 000	467, 900	8.000
SHIP FINANCING FUND US GG SHIP BONDS	483	7.950	09-30-97	483, 482	432, 330	7.950
SHIP FINANCING FUND I	208	7.900	01-01-94	208, 000	187, 346	7.900
SHIP FINANCING FUND II	474	7.900	01-01-94	474, 000	426, 932	7.900
US GG SHIP FINANCING FUNDS LNG ARIES	250	8.200	12-13-02	241, 456	230, 125	8.549
SUBCLASS TOTAL	23, 546			23, 381, 449	20, 703, 357	
SECURITY TOTAL	23, 546			23, 381, 449	20, 703, 357	
FUND TOTAL	103, 497			96, 982, 067	88, 699, 917	

WORKERS' COMPENSATION FUND

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
CORPORATE BONDS- INDUSTRIAL						
BORGELLI CATENPILLAR TRACTOR CO	500	9.375	06-15-09	500,000	503,750	9.375
CORNING OIL CO.	500	8.000	11-01-01	500,000	457,500	8.000
DOW CHEMICAL CO	500	8.875	06-01-01	428,904	485,600	8.900
DOW CHEMICAL CO	300	7.625	07-01-03	507,840	522,000	9.231
DOW CHEMICAL CO	500	8.500	01-15-05	500,000	465,400	8.500
DOW CHEMICAL CO	500	7.875	07-15-07	496,492	440,450	7.941
DUURA MILLS INC	500	9.375	03-01-05	495,288	502,500	9.469
EDDINGTON TIRE & RUBBER CO	200	7.350	09-15-97	200,000	106,040	7.350
GOODFELLOW TIRE & RUBBER CO	200	7.350	09-15-97	200,000	106,040	7.350
HARFORD LTD	500	8.750	04-01-83	500,000	410,350	8.750
HILL BEND OIL CO	500	9.500	09-01-00	497,881	497,600	9.550
KELLOGG BROTHERS CORP	500	8.500	06-01-06	496,630	462,500	8.570
KRAFTFOCO CORP	200	8.375	01-15-04	198,759	189,740	8.444
KRAFTFOCO CORP	200	8.375	04-15-04	198,759	189,740	8.444
JR MCDERMOTT & CO	500	9.625	03-15-04	498,763	485,000	9.651
3M COMPANY NOTES	500	8.200	04-01-85	500,000	480,050	8.200
FIBERILL CORP	25	8.500	06-15-01	24,227	23,530	8.500
FOUNTAIN FUEL SUPPLY COMPANY PP	485	8.750	04-15-99	435,000	448,625	8.750
HUELL THOMAS INC	600	7.500	12-01-95	53,911	513,800	8.746
HEPSICO	500	8.625	05-15-81	42,664	49,160	8.670
Pfizer Inc	500	8.875	08-15-85	530,000	493,550	8.875
PHILIP MORRIS PP	1,000	8.875	11-30-98	1,000,000	936,600	8.875
REZA CORPORATION	500	10.200	03-15-92	500,000	518,125	10.200
RJ REYNOLDS INDUSTRIES	500	8.000	01-15-07	500,000	452,500	8.000
GD SEARLE NOTES	300	7.500	12-01-80	300,214	290,640	7.430
SEARS ROEBUCK & CO	500	8.625	10-01-95	471,931	420,600	9.300
SEARS ROEBUCK & CO	400	8.000	04-01-06	399,106	350,000	8.020
SEARS ROEBUCK & CO	100	8.000	04-01-06	99,777	90,000	8.020
SHERWIN WILLIAMS	500	9.450	12-01-99	500,000	434,350	9.450
STANDARD OIL OF CALIFORNIA	600	8.750	07-01-05	595,441	532,000	8.833
STANDARD OIL OF CALIFORNIA	500	8.750	07-01-05	467,676	435,000	9.421
STANDARD OIL CO OF INDIANA	300	6.000	09-15-91	232,961	212,670	6.368
STANDARD OIL CO OF INDIANA	500	7.875	08-01-07	428,244	419,350	7.816
SYSTEMS BUILDING CORP PP	443	8.000	07-01-97	413,400	383,142	8.000
TEXACO INC	200	8.500	04-01-06	198,663	187,740	8.569
TEXACO INC	500	8.500	04-01-06	496,656	469,350	8.569
UNION OIL CO OF CALIFORNIA	800	8.625	03-01-06	794,663	756,000	8.695
WESTVACO CORP	500	9.750	04-01-00	500,000	505,000	9.750
WEYERHAEUSER CO	500	7.950	08-15-06	498,293	450,000	7.980
SUBCLASS TOTAL	17,653			17,394,143	16,555,512	
BANKS AND INSURANCE						
BANK OF AMERICA CORP	500	8.350	05-15-07	500,000	452,900	8.350
CHEMICAL FARM YORK CORP	200	6.625	04-15-80	199,882	195,080	6.722

WORKERS' COMPENSATION FUND

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
BANKS AND INSURANCE						
CITICORP NOTES	500	8.450.	03-15-07	498,474	453,300	8.500
CITICORP NOTES	500	8.125	07-01-07	495,331	437,350	6.215
CROCKER NATIONAL CORP	500	8.600	12-01-02	497,653	449,400	8.648
FIRST CHICAGO CASH NOTES	500	6.750	11-01-80	499,375	480,350	6.870
INDUSTRIAL NATIONAL CORP NOTES	600	7.400	07-01-81	600,000	568,500	7.400
MANUFACTURES TRUST COV	500	7.600	09-01-81	500,000	480,250	7.600
SECURITY PACIFIC CORP	500	7.700	02-15-82	500,000	477,750	7.700
UNITED STATES BANK OF OREGON NOTES	400	7.750	01-15-02	400,000	328,520	7.750
WELLS FARGO & CO	500	8.600	04-01-02	500,000	451,850	8.600
SUBCLASS TOTAL	5,200			5,190,715	4,775,250	
OTHER FINANCIAL						
BENEFICIAL CORP	500	8.300	06-01-03	500,000	450,100	8.300
COMMERCIAL CREDIT CORP	200	7.750	02-15-92	198,713	169,980	7.851
COMMERCIAL CREDIT CORP	200	7.750	02-15-92	198,713	169,980	7.851
GENERAL MOTORS ACCEPTANCE CORP	200	7.750	02-15-92	198,713	169,980	7.851
GENERAL MOTORS ACCEPTANCE CORP	500	7.850	11-01-98	500,000	439,000	7.850
GENERAL MOTORS ACCEPTANCE CORP	500	7.350	01-15-87	500,000	446,700	7.350
GENERAL MOTORS ACCEPTANCE CORP	500	8.000	07-15-07	495,903	438,650	8.078
HONEYWELL FINANC CORP	500	8.200	02-15-88	500,000	467,750	8.200
HOUSEFUND FINANC CORP	400	8.375	12-15-98	500,000	443,600	8.200
HOUSEFUND FINANC CORP	100	8.375	10-01-03	397,124	362,760	8.450
SUBCLASS TOTAL	4,100			4,088,453	3,649,190	
TRANSPORTATION EXCL. RAILROADS						
ARCO PIPELINE CO	500	8.375	07-15-83	498,734	485,500	8.466
ARCO PIPELINE CO	500	7.500	10-01-82	500,000	475,100	7.500
MOBIL ALASKA PIPELINE	500	8.450	03-01-05	500,000	470,000	8.450
SOCIO RP TRANS ALASKA PIPELINE	500	9.750	12-01-99	530,449	505,000	9.058
SUBCLASS TOTAL	2,000			2,029,183	1,935,600	
RAILROADS						
BURLINGTON NORTHERN ✓	200	8.600	01-15-99	200,000	181,740	8.600
GENERAL AMERICAN TRANSPORTATION	500	7.375	12-01-83	500,000	457,250	7.375
SOUTHERN PACIFIC TRANSPORTATION	500	8.200	12-01-01	500,000	446,350	8.200

WORKERS' COMPENSATION FUND

	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
RAILROADS						
UNION PACIFIC RAILROAD	500	9.000	03-01-90	500,000	499,900	9.000
UNION PACIFIC RAILROAD	500	7.500	01-01-87	500,000	455,900	7.500
SUM CLASS TOTAL	2,200			2,200,000	2,041,140	
UTILITIES						
ALABAMA POWER CO	500	10.500	12-01-05	500,000	486,200	10.500
AMERICAN TEL & TEL	300	4.375	04-01-85	277,381	241,620	6.522
AMERICAN TEL & TEL	350	4.625	01-01-94	291,706	229,495	6.801
AMERICAN TEL & TEL	550	4.625	01-01-94	458,395	360,635	6.801
AMERICAN TEL & TEL	900	4.625	01-01-94	750,101	590,130	6.801
AMERICAN TEL & TEL	850	4.750	06-01-98	694,896	533,800	6.802
AMERICAN TEL & TEL	300	7.000	02-14-01	298,379	245,640	7.000
AMERICAN TEL & TEL	500	7.125	12-01-03	499,014	412,100	7.100
CANON CITY TEL & TEL	220	8.100	11-01-03	220,000	192,236	8.100
CHICAGO LIGHT & POWER CO	300	9.250	05-01-06	297,933	283,500	9.300
CHICAGO LIGHT & POWER CO	200	9.250	05-01-06	198,655	181,000	9.300
CHICAGO LIGHT & POWER CO	276	8.000	07-01-94	276,374	242,860	7.979
CHICAGO MICHIGAN EDISON CO	500	8.250	12-01-07	490,518	424,850	8.434
IDAHO NATURAL GAS CO	500	9.250	07-01-95	500,000	493,850	9.250
FLORIDA POWER & LIGHT	500	8.500	01-01-04	502,652	446,450	8.439
FLORIDA POWER & LIGHT	500	9.875	12-01-05	446,854	504,400	9.900
KANSAS CITY NATURAL GAS	90	8.450	08-01-91	90,000	82,350	8.450
KANSAS CITY NATURAL GAS	193	8.450	08-01-91	193,000	176,595	8.450
KENTUCKY TELECO INC	300	7.875	09-01-02	300,000	248,250	7.875
KENTUCKY TELEPHONE CO	400	4.625	01-01-96	326,853	251,000	6.801
KENTUCKY TELEPHONE CO	500	7.875	12-01-96	500,000	423,750	7.875
MINNESOTA GAS CO	100	7.875	12-01-96	100,000	84,750	7.875
PENNSYLVANIA UTILITIES	400	7.625	10-15-92	391,088	339,520	7.950
MONTANA STATES TEL & TEL	500	8.700	09-01-81	500,000	492,700	8.700
MISSOURI TEL & TELEPHONE CO	300	6.375	09-01-08	300,789	217,290	6.348
NEW YORK TELEPHONE CO	450	7.500	03-01-09	455,330	375,255	7.374
NORTHERN ILLINOIS PUBLIC SERVICE	150	6.375	09-01-97	121,049	114,000	8.857
NORTHERN ILLINOIS PUBLIC SERVICE	100	10.400	09-01-04	100,000	105,250	10.400
NORTHERN ILLINOIS PUBLIC SERVICE	100	10.400	09-01-04	100,000	101,250	10.400
NORTHERN ILLINOIS PUBLIC SERVICE	300	10.400	09-01-04	300,000	310,750	10.400
OHIO BELL TELEPHONE CO	350	6.750	07-01-08	351,048	263,205	6.719
OHIO EDITION CO	200	9.250	05-01-00	200,617	186,500	9.205
PACIFIC UTIL CO	200	6.000	11-01-02	152,748	136,100	8.711
PACIFIC UTIL CO	350	6.000	11-01-02	351,669	238,175	5.500
PACIFIC UTIL CO	35	7.800	03-01-07	35,000	28,777	7.600
PACIFIC UTIL CO	115	7.800	03-01-07	115,000	91,353	7.800
PUBLIC SERVICE ELECTRIC & GAS CO	9	7.750	08-15-96	9,000	7,594	7.780
SOUTH CAROLINA ELECTRIC & GAS	500	10.125	04-01-09	496,271	510,000	10.204
SOUTH CAROLINA ELECTRIC & GAS	500	8.250	03-01-17	499,408	451,450	8.260

WORKERS' COMPENSATION FUND

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
UTILITIES						
SOUTH CENTRAL FIELD TELEPHONE	500	8.250	03-01-17	497,266	451,450	8.300
SOUTHERN NEW ENGLAND TELEPHONE	306	7.750	06-01-04	308,628	257,805	7.650
SOUTHWESTERN FIELD TELEPHONE	100	8.750	08-01-07	100,379	95,200	8.703
SOUTHWESTERN FIELD TELEPHONE	450	8.250	04-01-17	431,377	406,260	8.632
TEXAS TELECOMMUNICATIONS SERVICE CO	500	9.500	02-01-09	496,539	503,400	9.571
UTAH TELECOM	500	10.125	04-01-09	498,757	510,000	10.150
SUBCLASS TOTAL	15,744			15,074,724	13,370,665	
CANADIAN						
BELL TELEPHONE OF CANADA	500	9.000	01-15-08	500,000	463,750	9.000
BRITISH COLUMBIA HYDRO & POWER	500	9.625	06-01-05	498,920	489,350	9.650
BRITISH COLUMBIA HYDRO & POWER	1,000	8.375	06-15-07	1,000,000	886,875	8.375
CANADIAN ELECTRIC BOARD	500	8.000	10-15-03	495,946	420,000	8.089
HAMILTON HYDRO-ELECTRIC BOARD	500	9.375	12-01-04	496,822	481,850	9.450
MONTREAL HYDRO-ELECTRIC BOARD	500	9.500	10-01-85	500,000	495,000	9.500
NANAIMO HYDRO-ELECTRIC BOARD	500	9.250	01-15-06	500,000	478,100	9.250
MUNICIPAL FINANCE AUTHORITY OF BC	490	8.675	05-01-01	490,000	456,006	8.875
MUNICIPAL FINANCE AUTHORITY OF BC	300	8.200	10-15-86	300,000	276,000	8.200
NEW BRUNSWICK ELECTRIC POWER	300	9.375	05-01-01	300,000	278,250	9.375
QUEBEC HYDRO ELECTRIC CO	400	8.300	08-01-03	398,393	343,520	8.550
QUEBEC HYDRO ELECTRIC CO	200	8.250	01-01-04	199,183	170,000	8.295
QUEBEC HYDRO	400	10.250	01-15-05	400,000	406,250	10.250
QUEBEC HYDRO	200	10.250	01-15-05	200,000	203,125	10.250
SUBCLASS TOTAL	6,290			6,279,264	5,348,076	
SECURITY TOTAL	53,187			52,256,482	48,175,433	
MATURITY INSTRUMENTS						
US GOVERNMENT AGENT LOFTS						
REFD AGENT FROCKER NATL BANK SF	800	9.400	07-06-79	800,000	800,000	9.400
SUBCLASS TOTAL						
SECURITY TOTAL						
GOVERNMENT BONDS						
US GOVERNMENT OBLIGATIONS						
US TREASURY BONDS	500	7.875	02-15-00	485,061	456,900	8.207

WORKERS' COMPENSATION FUND

	SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
GOVERNMENT BONDS							
U.S. GOVERNMENT OBLIGATIONS							
SUBCLASS TOTAL	500				485,061	456,900	
SECURITY TOTAL	500				485,061	456,900	
GOVERNMENT AGENCIES							
US GOVERNMENT AGENCIES							
US GO SHIP FINANCING BONDS LNG AQUARIUS	500	7.650	12-07-86		500,000	460,100	7.650
US GO SHIP FINANCING BONDS LNG AQUARIUS	1,500	8.000	06-07-02	1,500,000	1,359,300	8,000	
FL PASO ARZEN TRAILER CO CG	8,100	03-31-03		500,000	456,500	8,100	
INTERNATIONAL BANK FOR RECONSTRUCTION	400	8.125	08-01-96	400,000	350,000	8,125	
NORTHERN TRUST CORP CG LP	481	8.350	07-01-96	481,000	411,148	8,350	
US GO SHIP FINANCING BONDS LNG ARIES	500	7.850	12-13-87	500,000	460,300	7,850	
US GO SHIP FINANCING BONDS J STORM VI PP	1,000	8.250	12-15-92	1,000,000	931,100	8,250	
SUBCLASS TOTAL	4,881				-1,881,000	4,481,048	
SECURITY TOTAL	4,881				4,881,000	4,481,048	
OTHER HOLDINGS							
MORTGAGES							
SUBCLASS TOTAL	394	.000	00-00-00		393,990	393,990	
SECURITY TOTAL	394				393,990	393,990	
FUND TOTAL	59,762				58,816,533	54,307,371	

HIGHWAY BUILDING COMPLEX SINKING FUND

	SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
1. MATURED INSTRUMENTS PURCHASED AGREEMENTS							
US TREASURY BILLS							
SUBCLASS	TOTAL	690	.000	09-18-79	634,546	676,121	8.150
SECURITY	TOTAL	690			634,546	676,121	
2. VERBALLY AGREED TO, CASH, MORTGAGE AGREEMENTS							
FEDERAL HIGHWAY LOAN BANKS		300	7.650	05-26-87	299,704	277,500	7.670
FEDERAL INTERSTATE CREDIT BANKS		100	7.000	04-01-82	100,000	95,125	7.000
FEDERAL HIGHWAY CREDIT BANKS		200	7.000	04-01-82	200,000	150,250	7.000
STUDY TOTAL		600			599,704	562,875	
VERBAL AGREEMENT TOTAL		600			599,704	562,875	
VERBAL AGREEMENT TOTAL		1,290			1,234,250	1,238,996	

STATEWIDE POLICE RESERVE FUND

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	NET VALUE	YIELD
CORPORATE BONDS						
INDUSTRIAL						
AMICO STEEL CATHERVILLE TRACTOR CO	150	8.500	09-01-01	149,601	136,200	8.530
DIAPODOL SIGN & STICK CORP	200	8.000	11-01-01	200,000	163,000	8.000
THE AND JAH CO.	100	7.700	12-15-01	100,000	86,070	7.700
HARATHON OIL CO DEUS	100	7.900	01-15-07	100,000	86,170	7.900
HARATHON OIL CO NOTES	200	8.500	11-01-06	199,088	165,240	8.550
SEARS, ROEBUCK & CO	100	7.650	11-01-83	100,000	94,030	7.650
STUDTEAKER MORTIFICATION	200	7.875	02-01-07	199,448	177,740	7.901
UNION CARBIDE CORP	100	9.350	11-15-03	100,000	69,030	9.350
MEYERHAUER CO	100	7.500	12-15-06	99,451	84,810	7.550
SUBCLASSTOTAL	1,250			99,659	90,000	7.980
				1,347,247	1,272,240	
BANKS AND INSURANCE						
AETNA LIFE & CASUALTY CO	100	8.125	10-15-07	99,528	90,130	8.169
MANUFACTURERS HANOVER CORP	100	8.125	08-15-07	99,413	17,440	8.180
RENT-A-CO. INCORPORATION	100	7.875	09-11-86	99,910	92,125	7.890
SAFECO CORP.	100	7.600	12-15-86	100,000	69,000	7.600
UB BANKCORP	150	7.750	02-15-87	150,000	134,445	7.750
SUBCLASSTOTAL	550			548,851	493,140	
OTHER FINANCIAL						
GENERAL MOTORS ACCEPTANCE CORP	200	8.000	01-15-02	200,000	176,820	8.000
HOUSEHOLD FINANCE CORP	200	7.850	10-01-86	200,000	183,420	7.850
HOUSEHOLD FINANCE CORP	100	7.850	10-01-86	100,000	91,710	7.850
SUBCLASSTOTAL	500			500,000	451,950	
RAILROADS						
GENERAL AMERICAN TRANSPORTATION	100	7.375	12-01-83	100,000	91,450	7.375
GENERAL AMERICAN TRANSPORTATION	100	7.750	12-01-85	100,000	91,490	7.750
SOUTHERN PACIFIC TRANSPORTATION	100	8.200	12-01-01	100,000	89,270	8.200
UNION PACIFIC RAILROAD EQUIPMENT TRUST	100	7.700	01-01-92	100,000	89,310	7.700
SUBCLASSTOTAL	400			400,000	360,520	



STATEWIDE POLICE RESERVE FUND

SECURITY TOTAL

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
UTILITIES						
AFFILIATED LOUISIANA GAS ILLINOIS PUBLIC SERVICE CO	100	9.100	10-01-98	100,000	91,750	9.100
INDUS POWER CO	100	8.450	11-01-06	100,000	81,630	8.450
INDUS POWER & LIGHT	100	9.000	08-15-08	98,736	93,500	9.122
INDUS POWER & LIGHT	155	8.700	09-01-06	155,000	139,314	8.700
INDUS POWER & LIGHT	100	8.700	09-01-06	100,000	83,880	8.700
INDUS POWER & LIGHT	100	8.700	09-01-06	100,000	83,880	8.700
INDUS POWER & LIGHT	200	8.350	09-01-07	200,000	174,500	8.350
INDUS POWER & LIGHT	100	9.875	01-01-09	99,297	88,750	9.948
INDUS POWER CO COLORADO	100	9.250	10-01-08	100,000	97,130	9.250
INDUS POWER LIGHT CO	200	8.375	09-01-06	197,048	176,760	8.375
SUBCLASS TOTAL	1,155			1,150,131	1,045,214	
SECURITY TOTAL	3,955			3,946,229	3,573,064	

GOVERNMENT AGENCIES
US GOVERNMENT AGENCIES

EL PASO COVE POINT TANKER CO	100	7.700	10-15-86	100,000	92,140	7.700
EL PASO SOUTHERN TANKER CO	150	8.100	03-31-03	150,000	136,950	8.100
US GO SHIP FINANCING BONDS HARBOR TUG	50	8.150	03-15-01	50,000	45,920	8.150
US GO SHIP FINANCING BONDS HARBOR TUG	100	8.150	03-15-01	100,000	91,840	8.150
US GO SHIP FINANCING BONDS TNG ARIES	100	8.200	12-13-02	100,000	92,050	8.200
SUBCLASS TOTAL	500			500,000	458,900	
SECURITY TOTAL	500			500,000	458,900	

MUNICIPAL BONDS
STATE-DIRECT OR GUARANTEED

CITY OF HAVRE CITY HALL BONDS	27	6.000	06-01-89	27,000	27,000	6.000
CITY OF HAVRE CITY HALL BONDS	23	6.000	06-01-90	23,000	21,000	6.000
STUD CLASS TOTAL	50			50,000	50,000	
SECURITY TOTAL	50			50,000	50,000	
OTHER INDUSTRIES						

MANUFACTURER'S POOL	372	.000	00-00-00	372,400	372,400
SUBCLASS TOTAL	372			372,400	372,400
SECURITY TOTAL	372			372,400	372,400
FUND TOTAL	4,877			4,868,629	4,454,364

SHERIFF'S RETIREMENT FUND

SUBCLASS	CLASS	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARINE YIELD	MARINE VALUE
CORPORATE BONDS							
INDUSTRIAL							
AMERICAN CYANAMID CO							
ANCHOR ROCKING CORP	100	8.375	03-15-06	99,555	91,710	8,420	
CONFIDENTIAL AIR CO	500	8.625	07-01-06	496,625	471,400	8,700	
HALLIBURTON CO	100	8.875	06-01-04	99,781	97,120	8,900	
KRUEGER CO.	100	9.250	04-01-05	99,585	100,750	9,302	
JR MCDEFERT & CO	200	0.000	07-01-83	199,375	192,100	9,107	
3M COMPANY DEBS	100	9.625	05-15-04	99,753	97,000	9,651	
STUDEBAKER MARTINSON	100	8.850	04-01-05	100,000	100,000	8,850	
WEYBRAEUSER CO	100	9.350	11-15-03	100,000	99,030	9,350	
	100	7.910	08-15-06	99,659	90,000	7,986	
SUBCLASS TOTAL		1,400		1,394,333	1,342,150		
BANKS AND INSURANCE							
AETNA LIFE & CASUALTY CO							
BANK OF AMERICA CORP	100	8.125	10-15-07	99,528	90,130	8,169	
WACHOVIA BANK & TRUST CO.	150	8.350	05-15-07	150,000	135,870	8,350	
WACHOVIA BANK & TRUST CO.	100	8.125	08-15-07	99,413	87,140	8,180	
US BANK CORP	100	7.710	02-15-87	100,000	89,630	7,750	
SUBCLASS TOTAL		450		448,941	403,070		
OTHER FINANCIAL							
BENEFICIAL CORP	75	8.000	06-15-01	75,000	71,475	8,000	
BENEFICIAL CORP	100	8.350	02-15-88	100,000	93,670	8,350	
GENERAL MOTORS ACCEPTANCE CORP	100	8.000	01-15-02	100,000	88,410	8,000	
SUBCLASS TOTAL		275		275,000	253,755		
TRANSPORTATION EQUIP - RAILROADS							
EXXON PIPELINE CO NOTES	225	8.050	10-15-80	225,000	220,793	8,050	
SUBCLASS TOTAL		225		225,000	220,793		
RAILROADS							
GENERAL AMERICAN TRANSPORTATION	100	7.375	12-01-83	100,000	91,450	7,375	
SUBCLASS TOTAL		100		100,000	91,450		

SHERIFF'S RETIREMENT FUND

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	CUST	MARKET VALUE	YIELD
RAILROADS						
UTILITIES						
CINCINNATI GAS AND ELECTRIC CO						
100	9,850	05-01-05	200,000	202,500	9,850	
100	9,000	06-15-08	98,786	93,500	9,122	
100	8,350	09-01-07	100,000	87,250	8,350	
100	9,875	01-01-09	99,297	88,750	9,948	
100	10,125	08-01-12	99,750	101,750	10,149	
100	9,875	02-15-16	100,000	100,420	9,875	
150	8,750	03-01-08	150,000	139,875	8,750	
200	9,125	05-01-08	200,000	190,760	9,125	
	1,050			1,047,833	1,004,805	
CANADA						
MUNICIPAL FINANCE AUTHORITY OF BC						
98	8,875	05-01-01	98,000	91,201	8,875	
98			98,000	91,201		
3,598			3,589,107	3,407,224		
GOVERNMENT FUNDS						
US GOVERNMENT OBLIGATIONS						
US TREASURY NOTES						
150	7,875	11-15-82	149,724	146,055	7,951	
150			149,724	146,055		
150			149,724	146,055		
GOVERNMENT AGENCIES						
US GOVERNMENT AGENCIES						
AMERICAN COMMERCIAL LINES US GO			149,000	139,801	0,900	
FL PASO COMMERCIAL BANKER US GO	149	8,500	07-15-01	245,000	244,927	9,250
	245	9,250	03-31-03			
SUBTOTAL	394		394,000	384,806		
SECURITY TOTAL	394		394,000	384,806		

SHERIFF'S RETIREMENT FUND

	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	CUST	MAR'ET VALUE	YIELD
OFFICER HOLDINGS						
SHERIFF YIELD INVESTMENT POOL						
SUBCLASS TOTAL	458	.000	00-00-00	457,853	457,853	
SECURITY TOTAL	458			457,853	457,853	
FUND TOTAL	4,600			4,590,684	4,395,940	

EDUCATIONAL TRUST FUND

	SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
CORPORATE BONDS							
INDUSTRIAL							
DANA CORPORATION	200	8.875	11-15-08	199,020	192,500	8,923	
DIAMOND SHARROCK CORP	500	8.500	04-01-08	491,012	460,000	8,680	
DOW CHEMICAL CO	300	8.625	02-15-08	297,707	280,620	8,700	
FIUSANCO LTD	500	8.750	05-15-08	496,438	481,250	8,808	
HOTOGARDEN MARD CREDIT STUDIES	200	9.375	05-15-84	199,554	197,480	9,438	
MFR WORTHINGTON	200	9.350	11-15-03	200,000	198,060	9,350	
TEXACO INC	300	8.500	04-01-06	296,068	281,610	8,630	
SUBCLASS TOTAL	2,200			2,180,349	2,091,520		
OTHER FINANCIAL							
BENEFICIAL CORP	500	8.350	02-15-88	500,000	469,350	8,350	
FORD MOTOR CREDIT NOTES	500	8.700	04-01-99	486,756	469,550	9,000	
FORD MOTOR CREDIT NOTES	300	8.375	05-01-04	299,274	288,750	8,439	
SUBCLASS TOTAL	1,300			1,286,030	1,227,650		
UTILITIES							
ARKANSAS LOUISIANA GAS	200	9.100	10-01-98	200,000	191,500	9,100	
BALTIMORE GAS & ELECTRIC	500	9.375	07-01-08	500,000	487,500	9,375	
GENERAL TELEPHONE CO OF CALIFORNIA	300	8.875	04-01-08	296,273	279,750	9,000	
IDAHO POWER CO	500	9.000	08-15-08	500,000	467,500	9,000	
IDAHO POWER CO	500	8.625	04-01-10	495,155	467,100	8,710	
IDAHO STATE TEL & TEL	500	9.250	10-01-08	300,000	291,390	9,299	
IDAHO STATE TEL & TEL	200	9.375	11-01-08	201,474	195,940	9,299	
PUBLIC SERVICE ELECTRIC & GAS	500	9.625	11-01-03	496,585	498,100	9,700	
SOUTHWESTERN CALIFORNIA EDISON CO	350	8.750	03-01-08	350,000	326,375	8,750	
SOUTHWESTERN PUBLIC SERVICE	500	9.125	05-01-08	500,000	476,900	9,125	
UTAH POWER & LIGHT CO	500	10.125	04-01-09	498,757	510,000	10,150	
UTAH POWER & LIGHT CO	300	9.625	07-01-08	300,000	290,790	9,625	
SUBCLASS TOTAL	4,650			4,638,244	4,482,845		
SECURITY TOTAL	8,150			8,104,623	7,802,015		
GOVERNMENT SECURITIES							
US GOVERNMENT AGENCIES							
FEDERAL NATIONAL MORTGAGE ASSOCIATION	500	8.550	09-12-88	498,750	482,500	8,580	
SUBCLASS TOTAL							

EDUCATIONAL TRUST FUND

	SECURITY NAME	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD RATE
GOVERNMENT AGENCIES							
SECURITY TOTAL		500			498,750	482,500	
OPTIONAL CALLS							
SHORT TERM INVESTMENT POOL							
SUBCLASS TOTAL		2,445	.000	00-00-00	2,444,839	2,444,839	
SECURITY TOTAL		2,445			2,444,839	2,444,839	
FUND TOTAL		11,095			11,045,212	10,776,154	

VOLUNTEER FIREMAN'S FUND

SECURITY	TYPE	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VAL OF	YTD CHG
SECURITIES - INDUSTRIAL							
SECURITIES - FINANCIAL							
American Financial Inc Medium Term Note Corp Healthcare Total Corp Others Industrial	Bonds	100 65 200 150 515	8.125 8.500 8.375 9.350	03-01-85 06-15-01 08-01-06 11-01-01	98,461 62,991 200,000 150,000 511,452	95,310 64,178 177,340 149,250 433,078	8,520 8,850 3,375 0,350
Subclass Total							
Other Financial							
Central Electric Credit Corp SAFECO CORP. Credit Corp	Bonds	100 200 300	8.250 8.375	02-15-96 12-31-06	99,669 159,748	94,170 190,375	8,320 8,400
Subclass Total					299,417	251,545	
Railroads							
Southern Railway Union Tank Car Co	Bonds	100 100 200	7,000 6,600	01-15-91 12-15-91	100,000 100,000	96,410 97,420	7,000 8,600
Subclass Total					200,000	193,630	
Utilities							
Idaho Power Co Minnesota Power & Light Northern States Power Co Public Service Electric & Gas Co Central Telephone Co of Florida Wisconsin Telephone	Bonds	200 150 100 75 50 240	9,000 8,350 7,375 7,750 7,650 7,250	08-15-08 09-01-07 03-01-02 03-15-96 02-01-97 02-01-07	197,571 150,000 100,227 75,000 50,000 242,370	187,000 130,875 82,000 63,285 41,690 191,400	9,122 8,350 7,349 7,750 7,650 7,149
Subclass Total					815	699,250	
SECURITY TOTAL		1,830			1,826,037	1,660,703	
GOVT BONDS - INDUSTRIAL							
US Treasury Bonds	Bonds	35 50 30 65	3,500 3,500 3,500 6,250	11-15-80 11-15-90 11-15-93 08-15-79	34,882 49,765 30,000 65,000	32,988 47,125 25,314 64,675	3,854 3,683 3,560 6,250

VOLUNTEER FIREMAN'S FUND

	SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YTD CHANGE
GOVERNMENT BONDS							
STRUCTURE AS OF 12/31		180			179,647	170,102	
STRUCTURE TOTAL		180			179,647	170,102	
OTHER HOLDINGS							
STRUCTURE AS OF 12/31	SHORT TERM INVESTMENT POOL	71	.000	00-00-00	71,477	71,477	
STRUCTURE TOTAL	SUBCLASS TOTAL	71			71,477	71,477	
STRUCTURE TOTAL	SECURITY TOTAL	71			71,477	71,477	
FUND TOTAL		2,081			2,077,161	1,902,282	

PERMANENT COAL TRUST FUND

CLASSIFICATION	SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
GENERAL GOALS							
GENERAL CAPITAL							
BURKIN	500	9.375	06-15-09	500,000	503,750	9.375	
COALITION ENERGY	500	9.375	04-01-03	498,59	506,850	9.400	
D&M HOLDINGS	300	8.875	11-15-03	298,530	288,750	8.923	
DIAMOND SALT ROCK CORP	500	8.500	04-01-08	490,413	460,000	8.690	
DOM CHEMICAL CO.	200	8.625	02-15-03	198,471	187,080	8.700	
BERSEHEY INDUS	300	9.500	03-15-09	298,886	303,000	9.538	
HOMECOMING MARD CREDIT	300	9.375	05-15-84	299,332	236,220	9.438	
SHELL OIL USE ATLANTIC PP	444	9.300	03-07-02	444,327	442,149	9.300	
AMERICAN CO. OF PENNSYLVANIA	300	9.350	11-11-03	300,000	297,090	9.350	
HARCO INC	200	8.500	04-01-06	197,378	187,740	8.630	
SUBCLASS TOTAL	3,544			3,526,096	3,472,629		
PROPERTY AND INSURANCE							
AMERICAN CAPITAL INSURANCE CO	500	9.375	12-15-08	496,318	465,000	9.450	
CROCKER INSURANCE GROUP	500	8.600	12-01-02	497,653	449,400	8.640	
SUBCLASS TOTAL	1,000			993,971	944,400		
OTHER FINANCIAL							
CHIEFICIAL CORP	200	8.350	02-15-88	200,000	187,740	8.350	
CHIEFICIAL CORP	100	8.350	02-15-88	100,000	91,870	8.350	
CHIEFICIAL CHART NOTES	200	8.375	05-01-84	199,516	152,500	8.439	
NATIONAL INSUR UTILITIES	500	9.750	04-01-09	497,619	502,500	9.800	
SUBCLASS TOTAL	1,000			997,135	976,610		
UTILITIES							
ARKANSAS LOUISIANA GAS	200	9.100	10-01-98	200,000	191,500	9.100	
BALTIMORE GAS & ELECTRIC	300	9.375	07-01-08	300,000	292,500	9.375	
BIRMINGHAM LIGHT & POWER	500	10.125	02-01-09	494,435	505,000	10.244	
EL PASO ELECTRIC PP	500	9.950	05-01-04	500,000	495,300	9.950	
GENERAL INVESTIGATIVE CO OF CALIFORNIA	200	8.875	04-01-03	197,515	186,500	9.000	
HOHOLI POWER CO	500	9.000	08-15-08	500,000	467,500	9.000	
INDIA POWER & LIGHT	500	9.750	01-15-09	495,267	434,400	9.449	
INDUSTRIAL SERVICE CO & TEL	500	8.625	04-01-10	495,155	467,100	8.710	
PACIFIC GAS & ELECTRIC	500	10.125	08-01-12	498,751	503,750	10.149	
PACIFIC TEL & TEL	500	9.075	02-15-16	500,000	502,100	9.075	
PUBLIC SERVICE CO COLORADO	100	9.260	10-01-03	100,000	97,130	9.250	

PERMANENT GOAL TRUST FUND

MATERIALITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MATERIAL VALUE	YIELD
UTILITIES						
PUBLIC SERVICE ELECTRIC & GAS	300	9.375	11-01-08	302,212	293,910	9.299
SOUTH CAROLINA ELECTRIC & GAS	500	10.125	04-01-09	495,028	510,000	10.231
SOUTHERN CALIFORNIA EDISON CO	500	9.625	11-01-03	496,585	496,100	9.700
SOUTHWESTERN PUBLIC SERVICE	150	8.750	03-01-08	150,000	150,000	8.750
TEXAS ELECTRIC SERVICE CO	500	9.500	02-01-05	496,539	503,400	9.571
UTAH POWER & LIGHT CO	300	9.125	05-01-08	300,000	286,140	9.125
VIRGINIA ELECTRIC & POWER	200	9.625	07-01-03	200,000	193,860	9.625
SUBCLASS TOTAL	6,750			6,721,487	6,633,065	
CANADIAN						
BELL TELEPHONE OF CANADA	400	9.000	01-15-08	400,000	371,000	9,000
BRITISH COLUMBIA HYDRO & POWER	500	9.625	06-01-05	494,094	489,350	9.750
SUBCLASS TOTAL	900			894,094	860,350	
SECURITY TOTAL	13,194			13,132,703	12,887,054	
GOVERNMENT AGENCIES						
US GOVERNMENT AGENCIES						
FEDERAL NATIONAL MORTGAGE ASSOCIATION	500	7.500	10-13-87	500,000	456,250	7.500
FEDERAL NATIONAL MORTGAGE ASSOCIATION	500	8.550	09-12-83	498,750	482,500	8.530
US GG SHIP FINANCING BONDS LTD ARIES	500	8.200	12-12-62	500,000	460,250	8.200
SUBCLASS TOTAL	1,500			1,498,750	1,399,000	
SECURITY TOTAL	1,500			1,498,750	1,399,000	
OTHER HOLDINGS						
SHORT TERM INVESTMENT POOL	2,276	.000	00-00-00	2,275,889	2,275,889	
SUBCLASS TOTAL	2,276			2,275,889	2,275,889	
SECURITY TOTAL				2,275,889	2,275,889	
FUND TOTAL	16,970			16,907,422	16,561,913	

UNIV. OF MONTANA FIELD HOUSE FUND

SECURITY	COUNTRY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
GOVERNMENT BONDS							
US GOVERNMENT OBLIGATIONS							
US TREASURY BONDS		4	4.000	02-15-30	3,472	3,395	5.787
11% 1/2 C. 100		7	4.000	02-15-30	6,456	6,305	5.324
10% 1/2 C. 100		4	3.250	06-15-63	3,905	3,445	4.109
SUBCLASS TOTAL		15			13,832	13,145	
SECURITY TOTAL		15			13,832	13,145	
OTHER INVESTMENTS							
SHORT TERM INVESTMENT POOL							
SUBCLASS TOTAL		112	.000	00-00-00	111,633	111,633	
SECURITY TOTAL		112			111,633	111,633	
FUND TOTAL		127			125,465	124,778	

UNIV. OF MONTANA POOL FUND

	PAR VALUE (000)	INTEREST RATE	MATURITY PERIOD	COST	NET VALUE	YIELD
GOVERNMENT BONDS						
US GOVERNMENT OBLIGATIONS						
US TREASURY BONDS	1	4.000	02-15-80	992	970	5.787
US TREASURY NOTES	2	4.000	02-15-80	1,938	1,910	5.212
US TREASURY BILLS	2	3.250	06-15-83	1,952	1,722	4.109
SUBCLASS TOTAL	5			4,932	4,632	
SECURITY TOTAL	5			4,932	4,632	
 OTHER INVESTMENTS						
SHORT TERM INVESTMENT POOL						
SUBCLASS TOTAL	15	.000	00-00-00	15,122	15,122	
SECURITY TOTAL	15					
FUND TOTAL	20			20,054	19,754	

MONTANA STATE UNIV. TRUST FUND

	SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
MONEY MARKET INSTRUMENTS							
TITLE CERTIFICATES OR DEPOSIT							
	WESTERN MONTANA MATT. BANK MISSOULA CD	250	10.250	12-03-79	250,000	250,000	10.250
SUBCLASS TOTAL		250			250,000	250,000	
SECURITY TOTAL		250			250,000	250,000	
GOVERNMENT BONDS							
US GOVERNMENT CORPORATION							
	US TREASURY BONDS	16	6.375	02-15-82	16,000	15,059	6.375
SUBCLASS TOTAL		16			16,000	15,059	
SECURITY TOTAL		16			16,000	15,059	
OTHER HOLDINGS							
	SHORT TERM INVESTMENT POOL	330	.000	00-00-00	329,637	329,637	
SUBCLASS TOTAL		330			329,637	329,637	
SECURITY TOTAL		330			329,637	329,637	
FUND TOTAL		596			595,637	594,696	

LONG RANGE BUILDING SINKING FUND

	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	LAST VALUED	MARKET VALUE	VIFD
NOTES PAYABLE						
NOTES PAYABLE						
US TREASURY BILLS	665	.000	11-13-79	604,483	643,643	9,050
SUBCLASS TOTAL	665			604,483	643,643	
SECURITY TOTAL	665			604,483	642,643	
GOVERNMENT BONDS						
US GOVERNMENT OBLIGATIONS						
US TREASURY NOTES	500	8,000	08-15-86	500,000	480,469	8,000
SUBCLASS TOTAL	500			500,000	480,469	
SECURITY TOTAL	500			500,000	480,469	
GOVERNMENT AGENCIES						
GOVERNMENT AGENCIES						
FEDERAL NATIONAL MORTGAGE ASSOCIATION	250	7.250	03-10-30	250,000	245,950	7,240
BANKS FOR COOPERATIVES	1,000	6.850	04-01-31	999,452	963,700	6,890
TWELVE STATE LAND BANKS	125	7.100	01-20-61	125,000	121,250	7,100
TWELVE FEDERAL LAND BANKS	500	7.200	01-20-83	499,807	471,250	7,213
SUBCLASS TOTAL	1,875			1,874,259	1,802,150	
SECURITY TOTAL	1,875			1,874,259	1,813,150	
FUND TOTAL	3,040			2,978,742	2,925,262	

EASTERN MONTANA COLLEGE TRUST FUND

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	INVESTMENT	COUPON	MARKET VALUE	YIELD
Market Instruments							
US REPURCHASE AGREEMENTS							
US TREASURY BILLS	60	.000	09-18-79	55,177		53,793	7.950
US TREASURY BILLS	30	.000	02-05-80	27,313		24,391	9.400
US TREASURY BILLS	190	.000	05-27-80	172,710		171,633	9.000
US TREASURY BILLS	60	.000	05-27-80	54,540		55,147	9.000
US TREASURY BILLS	50	.000	05-27-80	45,450		45,956	9.000
US TREASURY BILLS	150	.000	08-23-79	146,596		148,066	9.500
SUMMARY TOTAL	540			501,786		510,986	
SECURITY TOTAL	540			501,786		510,986	
OTHER HOLDINGS							
SHORT TERM INVESTMENT POOL	398	.000	00-00-00	398,195		393,195	
STOCK CLASS TOTAL	398			398,195		398,195	
SECURITY TOTAL	398			398,195		393,195	
FUND TOTAL	938			899,981		909,181	

COMMON SCHOOL I & I FUND

	VALUATION	PAR VALUE (000)	INTEREST RATE	MORTGAGE TYPE	COST	HOLDING VAL UF	YIELD
BALANCING MARKET INSTRUMENTS							
US REBUTTAL ASSETS							
US GOVT SECURITIES	1,017,304	1,018	.000	02-05-80	792,572	813,863	9.440
US T-BILLS	1,111	1,111	.000	02-05-30	1,423,453	1,436,817	9.490
US T-BILLS	1,018	1,018	.000	02-05-80	1,302,866	1,321,894	9.390
US CLASS TOTAL	3,310			3,533,891	3,605,604		

	VALUATION	PAR VALUE (000)	INTEREST RATE	MORTGAGE TYPE	COST	HOLDING VAL UF	YIELD
US BANKERS ACCEPTANCE							
BALANCING AGENTANCES CITIBANK SF							
BALANCING AGENTANCES CITIBANK LA	1,000	10,000	07-31-79	984,167	991,062	10,000	
BALANCING AGENTANCES WELLS FARGO	1,000	10,000	09-01-79	979,701	981,582	9.875	
BALANCING AGENTANCES WELLS FARGO	1,000	9,700	07-17-79	995,150	945,125	9,700	
US CLASS TOTAL	3,000			2,959,018	2,967,769		
SECURITY TOTAL	6,310			6,492,909	6,571,373		

	VALUATION	PAR VALUE (000)	INTEREST RATE	MORTGAGE TYPE	COST	HOLDING VAL UF	YIELD
US GOVERNMENT SECURITIES							
IDEAL FARM CREDIT BANKS							
IDEAL FARM CREDIT BANKS	2,000	10,100	02-04-80	1,996,465	1,990,000	10,420	
STAFF ASSESS TOTAL	2,000			1,996,465	1,990,000		
SECURITY TOTAL	2,000			1,996,465	1,990,000		
OTHER HOLDINGS							
SHORT TERM INVESTMENT POOL	2,796	.000	00-00-00	2,795,506	2,795,506		
STAFF ASSESS TOTAL	2,796			2,795,506	2,795,506		
SECURITY TOTAL	2,796			2,795,506	2,795,506		
FUND TOTAL	11,606			11,284,630	11,358,879		

GAME WARDENS' RETIREMENT FUND

CLASSIFICATION	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VAL. IN MIL.	YIELD
Corporate Bonds - Total						
ALL AMERICAN RAILROAD	25	7.750	12-15-03	25,000	23,040	7.750
COMMERCIAL TRUST CO.	20	7.400	04-01-97	20,000	17,326	7.400
GENERAL INSURANCE CO.	100	8.550	04-01-05	100,000	100,000	8.850
INDUSTRIAL CREDIT CORP.	25	8.500	04-15-01	24,227	23,530	8.850
RAILWAY EXPRESS LINE INC.	25	10.200	03-15-92	25,000	23,906	10.200
SUBCLASS TOTAL	195			194,227	183,802	
 BANKS AND INSURANCE						
CITICORP BANKS	100	8.125	07-01-07	99,066	87,470	8.215
FIREMAN'S FUND INSURATION	20	7.750	03-15-03	20,000	16,382	7.750
SUBCLASS TOTAL	120			119,066	104,352	
 OTHER FINANCIAL						
COMMERCIAL CREDIT CORP	40	7.750	02-15-92	39,743	33,996	7.851
GLOBAL REINSURANCE CORP	100	7.350	01-15-87	100,000	89,340	7.350
INTERNATIONAL INTERCREDIT CREDIT CORP	40	7.500	01-15-94	39,861	32,156	7.550
SUBCLASS TOTAL	180			179,604	155,492	
 TRANSPORTATION EXCL. RAILROADS						
EXXON PIPELINE CO NOTES	75	8.050	10-15-80	75,000	73,598	8.050
NATURAL GAS PIPELINE OF AMERICA	25	8.350	09-01-93	25,000	22,283	8.350
SUBCLASS TOTAL	100			100,000	95,881	
 RAILROADS						
DENVER RIO GRANDE RAILROAD	35	7.250	11-01-82	35,124	32,879	7.100
UNION PACIFIC CORP	50	8.400	03-01-01	50,000	45,610	8.400
SUBCLASS TOTAL	85			85,124	78,489	

GAME WARDENS' RETIREMENT FUND

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COT	MARKET VALUE	YIELD
UTILITIES						
AMERICAN TEL. & TEL.	140	4.375	05-01-99	140,404	82,250	4.347
AMERICAN TEL. & TEL.	10	4.375	05-01-99	10,016	5,375	4.360
AMERICAN TEL. & TEL.	10	8,750	05-15-00	9,824	9,675	8.981
CAROLINA TEL. & TEL.	25	8,100	11-01-03	25,000	21,845	8.100
CHESAP. & POTOWAC TEL MARYLAND	20	6,625	10-01-08	20,053	15,176	6.599
DE FRUIT EDITION CO	50	7,375	11-15-01	49,435	37,375	7.501
DE LUCILLE LIGHT CO	30	9,875	05-01-04	29,813	28,599	9.954
DOUGLASSN LIGHT CO	20	7,000	01-01-99	1,9,929	1,6,250	7.040
GENERAL TELEPHONE CO OF CALIFORNIA	20	4,500	03-01-95	20,000	12,350	4.500
IDAHO TELECOM CO OF NORTHWEST	50	7,675	65-01-02	50,335	41,675	7.798
IDAHO POWER CO	100	9,000	03-1-08	98,786	93,500	9.122
KANSAS CITY POWER & LIGHT CO	25	5,750	03-01-97	25,061	17,438	5.723
KODAK ALUMINUM & LIGHT	100	10,500	03-01-05	100,000	103,500	10.500
KENTUCKY POWER CO	30	8,625	03-01-04	30,066	26,925	8.599
KENTUCKY POWER CO	100	9,875	01-01-07	99,297	88,750	9.948
KENTUCKY STATES TEL & TEL	50	5,000	01-01-00	51,413	31,410	4.749
KENTUCKY STATES TEL & TEL	25	6,000	03-01-07	25,000	17,313	5.950
KENTUCKY STATES TEL & TEL	25	7,750	06-01-13	25,000	21,243	7.750
KENTUCKY TELEPHONE CO	45	6,750	07-01-08	45,177	34,434	6.713
KENTUCKY TELEPHONE CO	25	6,750	12-01-07	25,266	17,063	6.646
PACIFIC NORTHWEST UTIL. TELEPHONE	40	8,625	10-01-10	41,939	37,640	8.113
POTOMAC ELECTRIC POWER CO	50	5,875	05-01-02	42,557	34,065	7.505
PUBLIC SERVICES CO COLORADO	25	5,375	05-01-96	25,000	17,033	5.375
SOUTHERN BELA. TEL. & TEL CO	25	4,375	03-01-03	24,957	14,125	4.386
SOUTHWEST UTIL. TELEPHONE	15	6,750	06-01-08	15,484	11,505	6.458
SOUTHWEST UTIL. TELEPHONE	20	8,250	04-01-17	19,172	18,056	8.632
	1,075			1,069,024	856,350	
CANADIAN						
MUNICIPAL FINANCE AUTHORITY OF BC	98	8.875	05-01-01	98,000	91,201	8.875
NOVA SCOTIA WATER CORP	125	8,125	07-15-98	124,743	105,775	8.150
	223			222,743	196,976	
	1,978			1,969,788	1,676,342	
GOVERNMENT AGENCIES						
AMERICAN COMMERCIAL LINES US GO	50	8,500	07-15-01	50,000	46,940	8.500
AMERICAN NATIONAL MORTGAGE ASSOCIATION	25	5,200	01-19-82	25,000	21,530	5.200
US GO SHIP FINANCING BONDS LACHMAR HULL	100	8,625	12-31-01	100,000	95,390	8.625
US GO SHIP FINANCING BONDS LNG ARIES	100	8,200	12-13-02	100,000	92,050	8.200

GAME WARDENS' RETIREMENT FUND

	PAR VALUE (000)	INITIAL RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
GOVERNMENT AGENCIES						
US GOVERNMENT AGENCIES						
SUBCLASSES TOTAL	275			275,000	256,910	
SECURITY TOTAL	275			275,000	256,910	
OTHER HOLDINGS						
MORTGAGES SHORT TERM INVESTMENT POOL	38	.000	00-00-00	37,698	37,698	
SUBCLASSES TOTAL	128	.000	00-00-00	128,347	128,347	
SECURITY TOTAL	166			166,045	166,045	
FUND TOTAL	2,419			2,410,833	2,000,837	

SOCIAL SECURITY FUND

	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
CORPORATE Bonds						
UTILITIES						
GUTHRIE TELEPHONE CO OF KENTUCKY	500	7.750	10-01-01	497,682	414,400	7.804
SUB-CLASS TOTAL	500			497,682	414,400	
SECURITY TOTAL	500			497,682	414,400	
MORTGAGE INSTRUMENTS						
US INDUSTRIAL AGREEMENTS						
REPO BANK OF AMERICA S F	1,655	10.100	07-02-79	1,655,000	1,655,000	10.100
SUB-CLASS TOTAL	1,655			1,655,000	1,655,000	
US BANKERS ACCEPTANCE						
BANKERS ACCEPTANCE CHASE MANHATTAN NY	3,000	9.800	08-15-79	2,950,183	2,811,812	9.800
BANKERS ACCEPTANCE CHASE MANHATTAN	1,500	.000	07-20-79	1,487,688	1,446,400	9.850
BANKERS ACCEPTANCE NW NATIONAL BANK MINN.	2,200	9.320	08-14-79	1,959,218	1,925,083	9.920
BANKERS ACCEPTANCE NW NATIONAL BANK MINN.	2,350	10.030	07-16-79	2,061,973	2,011,669	10.030
BANKERS ACCEPTANCE MORGAN GUARANTY	1,500	.000	08-13-79	1,771,890	1,741,311	9.850
SUBCLASS TOTAL	10,350			10,703,952	10,751,184	
SECURITY TOTAL	12,505			12,356,952	12,412,184	
GOVERNMENT SECURITIES						
US GOVERNMENT SECURITIES						
AMERICAN COMMERCIAL LINES US 66	150	8.500	07-15-01	150,000	140,820	8.500
SUBCLASS TOTAL	150			150,000	140,820	
SECURITY TOTAL	150			150,000	140,820	
FUND TOTAL	13,155			13,006,634	12,412,104	

MONTANA JUDGES' RETIREMENT FUND

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	HOLDING VALUE	YIELD
COLLECTIVE BONDS						
INDUSTRIAL						
AMERICAN CYANAMID CO	50	8.375	03-15-06	49,777	49,875	8.420
ATLANTIC RICHFIELD	25	7.750	12-15-03	25,000	27,040	7.750
CORNING INC CO	40	7.400	04-01-97	40,000	34,652	7.400
SFI CORPORATION LTD	100	8.850	04-01-05	100,000	100,000	8.850
RCA CORPORATION	25	10.200	08-15-92	25,000	25,306	10.200
STANDARD & POOR'S HUTCHINSON	100	9.350	11-15-03	100,000	99,030	9.350
SUBCLASS: TOTAL	340			339,777	327,503	
 MARKETS AND INSURANCE						
BANK OF AMERICA CORP	100	8.350	05-15-07	100,000	90,580	8.350
NORTHWEST FINANCORPORATION	60	7.750	03-15-03	60,000	50,646	7.750
SUBCLASS: TOTAL	160			160,000	141,226	
 OTHER FINANCIAL						
BENEFICIAL CORP	100	8.350	02-15-88	100,000	93,870	8.350
COMMERCIAL CREDIT CORP	25	7.750	02-15-92	24,839	21,248	7.851
SUBCLASS: TOTAL	125			124,839	115,118	
 TRANSPORTATION EXCL. RAILROADS						
EXXON PIPELINE CO NOTES	100	8.050	10-15-90	100,000	96,130	8.050
LAKETEAD PIPELINE CO INC	15	7.600	06-15-97	15,000	12,920	7.600
SUBCLASS: TOTAL	115			115,000	114,050	
 RAILROADS						
DELMONTE RIO GRANDE RAILROAD	30	7.250	11-01-82	30,106	28,182	7.100
GENERAL AIRPORT TRANSPORTATION	100	7.375	12-01-83	100,000	91,450	7.375
SUBCLASS: TOTAL	130			130,106	115,632	

MONTANA JUDGES' RETIREMENT FUND

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
UTILITIES						
AMERICAN TEL & TEL	13	8.750	05-15-00	12,279	12,094	8.981
CAROLINA TEL & TEL	25	8.100	11-01-03	25,000	21,845	8.100
CHEAP & NOVELTIC TEL MARYLAND	30	6.625	10-01-08	30,081	22,764	6.599
COMMERCIAL LIGHT & POWER CO	35	6.500	01-01-98	35,000	25,463	6.500
DETROIT ELECTRIC CO	50	7.375	11-15-01	49,440	37,375	7.501
DETROIT LIGHT CO	30	9.375	05-01-04	29,813	26,599	9.954
DUQUESNE LIGHT CO	35	7.000	01-01-99	34,877	26,683	7.040
HAWAIIAN ELECTRIC CO	50	8.180	12-01-03	50,000	42,815	8.350
MINNESOTA POWER & LIGHT	50	8.350	09-01-07	50,000	43,625	8.350
MISSISSIPPI POWER CO	25	8.625	03-01-04	25,055	22,438	8.599
MONONGAHL WATER CO	100	9.875	01-01-09	99,297	64,750	9.948
MONONGAHL WEL & TEL	100	6.000	08-01-07	100,000	64,250	6.000
MONONGAHL WEL & TEL	90	6.000	08-01-07	90,000	62,325	5.950
MONONGAHL WEL & TEL	20	7.750	06-01-13	20,000	16,964	7.750
NEW ENGLAND LIGHT TELEPHONE	15	7.000	01-01-09	15,000	14,795	7.000
ONTEL BELL SYSTEM CO	38	6.750	07-01-08	38,149	29,119	6.713
PACIFIC CABLE ELECTRIC	100	10.125	08-01-12	99,750	101,740	10.149
PACIFIC TELECOM ST BELL TELEPHONE	35	6.750	12-01-07	35,632	24,653	6.575
PENN BELL SYSTEM CO OHIO	30	7.600	08-01-02	30,000	24,639	7.600
PEPSICO INC TOTAL	150	9.125	05-01-08	150,000	143,070	9.125
STATE ASS TOTAL	1,021			1,019,373	858,086	
CANADIAN						
FEDERAL FINANCIAL AUTHORITY OF BC	98	8.875	05-01-01	98,000	91,201	8.875
SUBCLASS TOTAL	98			98,000	91,201	
STRUCTURAL TOTAL	1,939			1,987,095	1,763,816	
GOVERNMENT AGENCIES						
US GOVERNMENT AGENCIES						
AMERICAN CANAL & TEL US 66	50	8.500	07-15-01	50,000	46,940	8.500
FRANCIS D. RUMSFELD ADMINISTRATION NOTES PP	23	8.750	12-26-94	22,623	21,331	8.750
US CG SHIP FINANCING BONDS LNG ARIES	100	8.200	12-13-02	100,000	92,050	8.200
SUBCLASS TOTAL	173			172,623	160,871	
STRUCTURAL TOTAL	173			172,623	160,871	

MONTANA JUDGES' RETIREMENT FUND

ACCUmULATy	PAR VALUE (000)	INTEREST RATE	MARkET DATE	COST	FLoATING VALUE	YIELD
OTHER HOLDINGS						
MORTGAGES						
SHORT TERM INVESTMENT POOL						
SUBCLASS TOTAL						
SECURITY TOTAL						
FUND TOTAL						



HAIL INSURANCE FUND

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	FAIR MARKET VALUE	YIELD
CORPORATE BONDS						
INDUSTRIAL						
FIRESTONE TIRE & RUBBER CO	350	7.300	10-15-01	350,000	275,135	7.300
SUBCLASS TOTAL	350			350,000	275,135	
SECURITY TOTAL	350			350,000	275,135	
GOVERNMENT AGENCIES						
INTERNAL REVENUE BUREAU	200	7.600	04-20-87	199,692	184,250	7.627
SUBCLASS TOTAL	200			199,692	184,250	
SECURITY TOTAL	200			199,692	184,250	
OTHER INVESTMENTS						
SHORT TERM HIGH YIELD POOL	2,277	.000	00-00-00	2,276,626	2,276,626	
SUBCLASS TOTAL	2,277			2,276,626	2,276,626	
SECURITY TOTAL	2,277			2,276,626	2,276,626	
FOUNDATION TOTAL	2,827			2,326,319	2,725,011	

SUBSEQUENT INJURY FUND

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
CONTRACT BONDS						
INDUSTRIAL						
AMERICAN PIZZELLA INC	150	8.125	03-01-85	147,687	142,965	8.520
ARVCO STUHL	100	8.500	09-01-01	99,734	90,800	8.530
BRIGGS & STRATTON CORP	100	9.500	03-15-09	99,628	101,000	9.538
CAHES INDUS	100	9.350	11-01-99	100,000	99,500	9.350
SUBCLASS TOTAL	450			447,049	434,265	
BANKS AND INSURANCE						
AETNA LIFE & CASUALTY CO	200	8.125	10-15-07	199,056	180,260	8.169
MANUFACTURERS HANOVER CORP	200	8.125	08-15-07	198,827	171,380	8.180
HORTONWEST INCORPORATION	100	7.875	02-15-86	99,910	92,125	7.890
U.S. BANCORP	150	7.750	02-15-87	150,000	134,445	7.750
SUBCLASS TOTAL	650			647,793	531,710	
OTHER FINANCIAL						
GENERAL ELECTRIC CREDIT CORP	100	8.250	02-15-86	99,669	94,170	8.320
GENERAL MOTORS ACCEPTANCE CORP	100	8.000	01-15-02	100,000	88,410	8.000
SLARS ROEPKE ACCEPTANCE CORP	375	8.375	12-31-86	374,528	316,913	8.400
SUBCLASS TOTAL	575			574,197	529,533	
RAILROADS						
UNION TANK CAR CO	100	8.600	12-15-81	100,000	97,420	8.600
SUBCLASS TOTAL	100			100,000	97,420	
UTILITIES						
IDAHO POWER CO	100	9.000	08-15-08	98,786	93,500	9.122
PUBLIC SERVICE ELECTRIC & GAS CO	6	7.750	08-15-96	6,000	5,063	7.750
SUBCLASS TOTAL	106			104,786	98,563	
SECURITY TOTAL	1,881			1,873,825	1,751,491	

SUBSEQUENT INJURY FUND

	INTEREST RATE	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
GOVERNMENT BONDS							
US GOVERNMENT OBLIGATIONS							
US TREASURY NOTES	6.250	27	6.250	08-15-79	27,000	26,865	6.250
US TREASURY NOTES	6.250	8	6.250	08-15-79	8,001	7,960	6.100
STOCKCLASSES TOTAL		35			35,001		
SECURITIES TOTAL		35			35,001		
OTHER HOLDINGS							
SHORT TERM INVESTMENT POOL							
STOCKCLASSES TOTAL		50	,000	00-00-00	50,332	50,332	
SECURITIES TOTAL		50			50,332	50,332	
FUND TOTAL		1,966			1,959,158	1,836,648	

HIGHWAY PATROL RETIREMENT FUND

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
COMMODITY FUNDINGS						
INDUSTRIAL						
ATLANTIC RICHFIELD	35	7.750	12-15-03	35,000	30,856	7.750
CONTINENTAL OIL CO	100	8.875	06-01-01	99,761	97,120	8.900
ENOCO OIL CO	100	7.400	04-01-97	100,000	36,630	7.400
GENERAL PETROLEUM CO	25	7.400	04-01-97	25,000	21,658	7.400
DOMINICAL CO.	100	7.875	07-15-07	99,298	68,090	7.941
PLATACO PETROLEUM CO LTD	100	8.500	11-01-06	99,544	92,620	8.550
URBAN OIL & GAS CO	100	9.625	03-15-04	99,753	97,000	9.651
3M CO. OF U.S.A.	200	8.350	04-01-05	200,000	200,000	8.850
KN CORP. OF ALTON	25	10.200	08-15-92	25,000	25,906	10.200
CHURCHILL INDUSTRIES	100	9.450	12-01-99	100,000	86,870	9.450
CHURCHILL MFG. INC.	20	9.450	12-01-99	20,000	17,374	9.450
SOUTHERN CALIFORNIA	1200	9.350	11-15-03	260,000	137,060	9.350
UNION OIL CO. OF CALIFORNIA	1200	8.625	03-01-06	198,666	169,000	8.695
	1,305			1,302,042	1,231,184	
SUBCLASS TOTAL						
BANKS AND INSURANCE						
AEGEA LIFE & CASUALTY CO	100	8.125	10-15-07	99,528	90,130	8.169
BANK OF AMERICA CORP	100	8.350	05-15-07	100,000	90,580	8.350
CHEMICAL FTRU TRUST CORP	100	8.250	09-01-02	99,510	88,790	8.300
FIRST PANTHER BANK NOTES	100	6.750	09-15-79	100,000	99,340	6.750
NORTHERN INVESTIGATION	45	7.750	05-15-03	45,000	37,935	7.750
	445			444,038	406,825	
SUBCLASS TOTAL						
UTIL. & FINANCIAL						
OFFICIAL CREDIT CORP	25	8.000	06-15-01	25,000	23,825	8,000
BENEFICIAL CORP	50	8.000	06-15-01	50,000	47,650	8,000
BENEFICIAL CORP	100	8.350	02-15-88	100,000	93,670	8,350
GENERAL ACCORDS ACCEPTANCE CORP	100	8.000	01-15-02	100,000	98,410	8,000
GENERAL HARVESTER CREDIT CORP	100	7.500	01-15-94	99,653	80,500	7,550
	375			374,653	334,145	
TRANSPORTATION EXCL. RAILROADS						
EXXON PIPELINE CO NOTES	100	8.050	10-15-80	100,000	90,130	8,050
LAKESHORE PIPELINE CO INC	35	7.600	06-15-97	35,000	30,146	7,600
NATURAL G.R. PIPELINE OF AMERICA	40	8.350	09-01-93	40,000	35,652	8,350

HIGHWAY PATROL RETIREMENT FUND

SECURITY	PAR VALUE (000)	INT'EST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
TRANSPORTATION EXCL. RAILROADS						
SUBCLASSES TOTAL	175			175,000	163,928	
RAILROADS						
DENVER RIO GRANDE RAILROAD	35	7.250	11-01-82	35,124	32,879	7.100
SOUTHERN RAILWAY	200	7.000	01-15-81	200,000	162,820	7.000
OMNIBUS AIR LINE CORP	100	6.400	03-01-01	100,000	51,220	6.400
SUBCLASSES TOTAL	335			355,124	316,919	
UTILITIES						
ALABAMA POWER CO	410	7.875	04-01-02	40,627	30,716	7.700
AMERICAN TEL. & TEL	220	7.000	02-15-01	19,892	15,376	7.060
BALTIMORE GAS & ELECTRIC CO	20	6.125	08-01-97	14,719	14,600	6.939
BALTIMORE GAS & ELECTRIC	25	8.375	09-15-06	25,184	22,448	8.300
CALIFORNIA ELECTRIC POWER CO	100	5.075	05-01-00	87,319	71,130	7.202
CAROLINA TEL. & TEL.	50	8.100	11-01-03	50,000	43,690	8.100
CHI CAP & POWER CO TEL. MARYLAND	45	6.625	10-01-08	45,039	41,382	6.599
COFRONT EDISON CO	10	8.125	06-15-01	9,563	8,157	8.170
DETROIT EDI. CO. INC	40	9.675	03-01-04	39,751	33,132	9.954
GT RAIL TRANSMISSION CO OF NORTHWEST	40	7.875	05-01-02	40,268	33,500	7.798
IDAHO POWER & ELECTRIC LIGHT CO	50	5.625	61-01-97	45,322	33,125	7.248
IDAHO POWER CO	100	9.000	08-15-08	38,736	93,500	6.122
KANSAS CITY POWER & LIGHT CO	17	9.125	06-01-00	16,911	16,193	9.199
METROPOLITAN EDISON CO	200	5.750	06-01-96	172,514	123,500	7.500
MICHIGAN DELL TELEPHONE CO	100	6.375	02-01-05	100,540	71,890	6.319
MICHIGAN DELL. TELEPHONE CO	10	7.750	06-01-11	9,993	8,494	7.800
MINNEAPOLIS POWER & LIGHT	150	10.500	08-01-05	150,000	156,250	10.500
MISSISSIPPI POWER CO	45	8.625	03-01-04	45,029	40,333	8.599
MISSOURI POWER CO	100	9.875	01-01-09	99,297	83,750	9.948
MOONLIGHT STATES TEL & TEL	30	7.750	06-01-13	50,000	42,485	7.750
NEW YORK STATE POWER CO	100	7.375	03-01-02	100,229	62,000	7.349
HORNET'S NICK! BELL TELEPHONE	30	7.000	01-01-09	30,167	23,539	6.944
PACIFIC GAS & ELECTRIC	100	10.125	08-01-12	99,750	101,730	10.149
PACIFIC NORTHWEST BELL TELEPHONE	28	7.750	06-01-09	28,000	23,929	7.750
PACIFIC TEL. & TEL CO	65	6.500	07-01-03	65,652	40,924	6.386
POTOMAC ELECTRIC POWER CO	50	5.675	05-01-02	42,597	34,065	7.505
PUBLIC SERVICE CO OF NEW HAMPSHIRE	125	7.175	11-01-92	170,015	94,890	7.602
PUBLIC SERVICE ELECTRIC & GAS CO	30	7.750	05-10-96	30,235	45,714	7.646
PUBLIC SERVICE ELECTRIC & GAS CO	80	7.500	05-10-96	80,100	100,000	7.750
SOUTHERN CALIFORNIA SERVICE	100	8.750	03-01-08	100,000	93,250	8.750
UTAH POWER & LIGHT CO	15	7.600	08-01-02	15,000	12,320	7.600
UTAH POWER & LIGHT CO	150	9.125	05-01-08	150,000	146,070	9.125

HIGHWAY PATROL RETIREMENT FUND

	CLASS	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
UTILITIES							
WISCONSIN PUBLIC SERVICE CORP	45	6,250	05-01-01	45,182	40,334	8,199	
SUBCLASS TOTAL	2,100			2,040,051	1,754,615		
CANADIAN							
MANITOBA HYDRO ELECTRIC BOARD BOARD	200	9,250	01-15-06	103,229	101,210	9,350	
SUBCLASS TOTAL	200			103,229	101,210		
SECURITY TOTAL	4,935			4,369,137	4,303,816		
GOVERNMENT BONDS US GOVERNMENT OBLIGATIONS							
US TREASURY NOTES	28	6,250	08-15-79	23,000	27,860	6,250	
SUBCLASS TOTAL	28			23,000	27,860		
SECURITY TOTAL	28			23,000	27,860		
GOVERNMENT AGENCIES US GOVERNMENT AGENCIES							
AMERICAN COMMERCIAL LINES US GG	100	8,500	07-15-01	100,000	93,880	8,500	
FARMERS HOME ADMINISTRATION NOTES PP	51	8,750	02-24-95	51,005	49,311	8,750	
GLOBAL MARINE DRILLING GG	100	8,500	03-01-98	100,000	94,810	8,500	
US GO SHIP FINANCING BONDS HARBOR TUG	125	8,150	03-15-01	125,000	114,800	8,150	
US GO SHIP FINANCING BONDS LNG ARIES	100	8,250	12-13-02	100,000	92,050	8,260	
SUBCLASS TOTAL	476			476,005	444,651		
SECURITY TOTAL	476			476,005	444,651		
OTHER HOLDINGS							
SHORT TERM INVESTMENT POOL	190	,000	00-00-00	190,396	190,396		
SUBCLASS TOTAL	190			190,396	190,396		
SECURITY TOTAL	190			190,396	190,396		
FUND TOTAL	5,629			5,563,538	5,061,953		

RESOURCE INDEMNITY FUND

	PAR VALUE (OOO)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
CORPORATE BONDS						
INDUSTRIAL						
CONTINENTAL OIL CO	500	8.875	06-01-01	493,904	415,600	8.900
DIAMOND SHAMPOCK CORP	100	8.500	04-01-08	92,083	52,000	8.690
FLIGHT LINE ROAD CO	200	8.750	05-01-85	199,650	154,220	8.796
FLYER RIGGING CORP	300	8.000	07-01-83	294,062	253,150	8.107
KERR MCGEE CORP	500	8.500	06-01-06	166,330	462,500	8.570
MOBIL OIL CO	500	8.750	05-15-08	161,988	411,200	8.808
STANOLIND INTERNATIONAL	300	8.000	04-01-06	279,330	270,000	3.020
SUBCLASS TOTAL	500	9.850	05-15-04	500,000	512,500	9.350
SUBCLASS TOTAL	500	9.125	05-01-85	500,000	450,650	9.125
SUBCLASS TOTAL	3,400			3,388,647	3,276,870	
BANKS AND INSURANCE						
CITICORP NOTES	400	8.125	07-01-07	396,265	349,880	8.215
HANOVER TRUST & TRAVELERS HANOVER NOTES	500	8.375	12-01-82	500,000	485,950	8.375
HANUFACTURERS HANOVER CORP	100	8.125	03-15-07	99,413	87,440	8.180
SUBCLASS TOTAL	1,000			995,678	93,270	
OTHER FINANCIAL						
BENEFICIAL CORP	500	8.300	06-01-03	500,000	480,100	8.300
BENEFICIAL CORP	150	8.350	02-15-88	150,000	140,805	8.350
GUTHRIE ELECTRIC CREDIT	500	8.875	05-01-82	500,000	492,100	8.875
GUTHRIE MOTORS ACCEPTANCE CORP	150	8.875	05-01-99	149,551	143,850	8.910
GUTHRIE MOTORS ACCEPTANCE CORP	100	8.875	05-01-99	99,701	95,900	8.910
GUTHRIE MOTORS ACCEPTANCE CORP	100	8.875	06-01-99	99,701	95,900	8.910
NATIONAL UTILITIES UTILITIES	200	9.750	04-01-09	199,048	201,000	9.800
SUBCLASS TOTAL	1,700			1,698,001	1,619,655	
RAILROADS						
GENERAL AMERICAN TRANSPORTATION	100	7.375	12-01-83	100,000	91,450	7.350
SUBCLASS TOTAL	100			100,000	91,450	

RESOURCE INDEMNITY FUND

SECURITY	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
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UTILITIES

BALTIMORE GAS & ELECTRIC COM/WEALTH EDISON COMPANY PP EL PASO ELECTRIC PP	200 500 500	9.375 9.125 9.950	07-01-08 06-01-98 05-01-04	200,000 500,000 500,000	195,000 485,750 495,300	9.375 9.125 9.950
NORTHERN NATURAL GAS CO.	500	9.000	05-01-85	483,636	487,800	9.079
PACIFIC GAS & ELECTRIC	200	10.125	08-01-12	109,501	203,500	10.149
PACIFIC TEL & TEL	200	9.875	02-15-16	200,000	200,840	9.875
PUBLIC SERVICE ELECTRIC & GAS	250	8.450	09-01-06	150,000	225,200	8.450
SOUTHERN CENTRAL TELEPHONE	500	8.250	03-01-17	450,403	451,450	8.260
UTIL POWER & LIGHT CO	500	9.125	05-01-08	100,000	476,500	9.125
SUBCLASS TOTAL	3,350			3,247,445	3,221,740	

CANADIAN

BRITISH COLUMBIA HYDRO & POWER MANITOBA HYDRO ELECTRIC BOARD BOARD	500 200 500 100	8.375 9.250 9.250 10.150	06-15-07 01-15-06 06-30-01 01-11-05	500,000 195,229 197,798 100,000	443,438 191,240 478,100 104,543	8.375 9.250 9.250 10.250
SUBCLASS TOTAL	1,300			1,296,727	1,214,341	
SECURITY TOTAL	10,850			10,825,798	10,347,326	

CONTRACTING AGENCIES
US GOV'T AGENT AGENCIES

AMERICAN COMMERCIAL LINES US GG FEDERAL NATIONAL MORTGAGE ASSOCIATION US GO SHIP FINANCING BONDS HARBOR TUG US GO SHIP FINANCING BONDS HARBOR TUG US GC SHIP FINANCING BONDS INDIANA US GC SHIP FINANCING BONDS LNG ARIES	349 250 100 100 193 200	8.500 9.700 8.150 8.150 8.050 8.200	07-15-01 09-10-81 03-15-01 03-15-01 01-15-98 12-12-02	349,000 250,000 100,060 100,060 103,000 100,000	327,641 251,641 91,640 91,640 176,923 104,100	8,500 9,700 6,150 6,150 8,050 3,200
SUBCLASS TOTAL	1,192			1,172,000	1,173,935	
SECURITY TOTAL	1,192			1,192,000	1,123,905	

OTHER HOLDINGS

SHORT TERM INVESTMENT POOL	544	.000	00-00-00	544,107	544,107
SUBCLASS TOTAL	544			544,107	544,107
SECURITY TOTAL	544			544,107	544,107
FUND TOTAL	12,561,905			12,015,418	

MONTANA TECH P. E. BUILDING SINKING FUND

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MONEY MARKET INSTRUMENTS	PAR VALUE (000)	INTEREST RATE	MATURITY DATE	COST	MARKET VALUE	YIELD
	—	—	—	—	—	—
U. S. Treasury Notes	163	8.750	11-15-88	\$ 159,674	\$ 161,663	9.082%
TOTAL INVESTMENTS	163			\$ 159,674	\$ 161,663	9.082%

CERTIFICATES OF DEPOSIT		% YIELD*	
PAR VALUE	INTEREST RATE	MATURITY DATE	SHARES
\$ 2,583	7.50	01-31-81	\$ 2,583
8,000	7.50	04-02-81	8,000
5,000	7.50	01-13-82	5,000
600	6.50	09-19-79	600
TOTAL			\$ 16,183
 CORPORATE BONDS			
Montana Dakota Utilities		11-01-93	
Montana Power		04-01-01	
TOTAL			\$ 2,000
 PREFERRED STOCK			
Pacific Gas & Electric	8.16%		
TOTAL			\$ 20
 COMMON STOCK			
AT & T			\$ 5.00
Arizona Public Service		100	1.88
Atlantic Richfield		50	2.80
Central Ill. Public Service		20	1.36
Central Telephone		100	1.84
Dayton Hudson		100	1.60
General Motors		55	6.15
General Public Utilities		44	1.59
Goodyear		100	1.30
Greyhound		127	1.04
International Tel. & Tel.		15	2.20
Manufacturer's Hanover		100	2.28
NICOR		20	2.52
Pacific Gas & Electric		22	2.32
Pacific Power & Light		10	1.92
Pepsico		100	1.14
Standard Oil of CA		112	2.80
Texaco		20	2.16
Union Carbide		50	2.80
Union Oil - CA		100	1.30
U. S. F. & G.		110	2.40
U. S. Steel		50	1.60
TOTAL			\$ 45,821
 SHORT-TERM INVESTMENT POOL			
TOTAL INVESTMENTS			\$ 45,895
* Market Yield 6.20% **			\$ 109,938

WILLIAM L. MURPHY FUND

	<u>PAR VALUE</u>	<u>SHARES</u>	<u>DIVIDEND</u>	<u>MARKET VALUE</u>	<u>% YIELD*</u>
PREFERRED STOCK					
Montana Power No. 6 Series				\$ 12,001	<u>10.66</u>
TOTAL		<u>211</u>	<u>\$ 6.00</u>	<u>\$ 12,001</u>	
COMMON STOCK					
Central Ill. Public Service	900		\$ 1.36	\$ 12,263	9.98
Central Soya	700		.76	9,362	5.68
Central Telephone	600		1.84	15,600	7.08
First Bank System	500		2.04	19,125	5.33
W. R. Grace & Co.	400		1.90	11,600	6.55
I. B. M.	120		3.44	8,805	4.69
Johns Manville	200		1.92	4,925	7.80
Kimberly Clark	500		2.88	23,125	6.23
Manufacturer's Hanover	100		2.28		
Mobil	200		2.40	7,850	6.42
Montana Power	200		2.04	4,600	8.87
Mountain States T & T	274		2.32	6,881	9.24
NICOR	400		2.52	13,000	7.75
Pacific Power & Light	330		1.92	6,806	9.31
Phillips Petroleum	100		1.40	3,825	3.66
RCA	1000		1.60	26,250	6.34
Standard Oil - CA	100		2.80	4,850	5.77
Transamerica Corp.	1100		1.00	19,800	5.56
Transco	424		1.24	11,819	4.45
U. S. F. & G.	300		2.40	10,762	6.69
Westinghouse Electric	600		.97	11,850	4.91
TOTAL				<u>\$235,651</u>	<u>6.45%</u>
SHORT-TERM INVESTMENT POOL					
TOTAL INVESTMENTS				<u>\$ 20,359</u>	
* Market Yield 6-29-79					
				<u>\$ 20,359</u>	
				<u>\$268,011</u>	

TEACHERS' RETIREMENT FULLAM FUND

	PAR VALUE	INTEREST RATE	MATURITY DATE	SHARES	DIVIDEND	MARKET VALUE	% YIELD*
CORPORATE OBLIGATIONS CONVERTIBLE							
Avco Corporation	\$ 1,800	5.50	11-30-83		\$ 1,163	\$ 1,163	10.10%
TOTAL	\$ 1,800					\$ 18,190	
COMMON STOCK							
American Express				105	\$ 1.80	\$ 3,683	5.27
Manufacturers Hanover				50	2.28	1,775	6.42
Montana Power				75	2.04	1,725	8.87
Southern California Edison				117	2.48	2,998	9.68
Southern Union Company				97	1.76	2,522	6.77
Standard Oil of California				50	2.80	2,425	6.77
U. S. F. & G.				55	2.40	1,973	6.69
U. S. Steel				55	1.60	1,189	7.40
TOTAL				604		\$ 18,190	
SHORT-TERM INVESTMENT POOL							
TOTAL INVESTMENTS					\$ 6,024		
					\$ 7,824		
					\$ 25,377		

* Market Yield 6-29-79

	SHARES	DIVIDEND	MARKET VALUE	% YIELD*
PREFERRED STOCK				
Montana Power No. 6 Series			\$ 36,400	10.55
TOTAL INVESTMENTS	640	\$ 6.00	\$ 36,400	10.55%

* Market Yield 6-29-79

	PAR VALUE	INTEREST RATE	MATURITY DATE	SHARES	DIVIDEND	MARKET VALUE	% YIELD*
CERTIFICATES OF DEPOSIT							
Northwestern Bank - Helena	\$ 15,800	6.00	07-21-79			\$ 15,800	6.00
Northwestern Bank - Helena	13,000	6.00	06-29-79			13,000	6.00
TOTAL	\$ 28,800					\$ 28,800	

COMMON STOCK

AT & T	\$ 6.00	\$ 22,629	8.64
Arizona Public Service	1.88	1,962	9.58
Atlantic Richfield	2.80	2,632	4.14
Borden	1.82	2,550	7.14
DuPont	2.00	1,485	4.85
General Motors	6.15	891	10.35
I. B. M.	4.40	2,935	4.69
Nabisco	1.50	1,784	6.56
Transamerica	1.00	3,600	5.56
Western Bancorp.	1.64	4,800	5.12
TOTAL	1149	45,268	7.29%
SHORT-TERM INVESTMENT POOL			
		\$ 28,648	
TOTAL INVESTMENTS			
		\$ 57,448	
		\$102,716	

* Market Yield 6-29-79

	<u>SHARES</u>	<u>DIVIDEND</u>	<u>MARKET VALUE</u>	<u>% YIELD*</u>
COMMON STOCK				
Alasca, Inc.	100	\$ 1.40	\$ 1,450	<u>9.65</u>
TOTAL INVESTMENTS	100		\$ 1,450	<u>9.65%</u>

* Market Yield 6-29-79

SHORT TERM INVESTMENT POOL *

FUND	PAR VALUE	COST	MARKET VALUE
Agency Insurance Fund	\$ 4,796,256	\$ 4,798,256	\$ 4,796,256
Agriculture - Commercial Feed ERA Fund	65,948	65,948	65,948
Agriculture - Commerical Fertilizer Fund	52,637	52,637	52,637
Agriculture - Grain Services Fund	212,131	212,181	212,181
Board of Oil & Gas Fund	145,760	145,760	145,760
Coal Tax - Park Acquisition Fund	1,475,257	1,475,267	1,475,267
Donable Property Fund	68,227	68,227	68,227
Eastern Montana College	398,195	398,195	398,195
Eugene W. Price Scholarship Fund	13,186	13,186	13,186
Federal Revenue Sharing Cap. Const. Fund	323,457	323,457	323,457
Flood Insurance Fund	240,172	249,172	249,172
Foster Children Fund	89,273	89,273	89,273
Highway Complex Headquarters Fund	322,095	322,095	322,095
Lands Resource Development Fund	1,125,361	1,125,361	1,125,361
Livestock - Animal Health - Emerg. Fund	47,662	47,662	47,662
Livestock - Inspection & Control Fund	372,527	372,527	372,527
Local Impact Fund	4,344,896	4,344,896	4,344,896
Long Range Building - Clearance Fund	9,843,916	9,843,916	9,843,916
Montana College of Mineral Science & Technology	606,460	606,460	606,460
Montana Rural Rehabilitation Fund	95,465	95,465	95,465
Montana State University	4,371,129	4,371,129	4,371,129
Northern Montana College	248,626	248,626	248,626
Uninsured Employers Fund	228,974	228,974	228,974
University of Montana	2,482,436	2,482,436	2,482,436
Water & Waste Operators Fund	21,214	21,214	21,214
Western Montana College	330,993	330,993	330,993
Wheat Research & Marketing Fund	207,735	207,735	207,735
Woodville Highway Replacement Fund	1,799,541	1,799,541	1,799,541
TOTAL	\$34,338,589	\$34,338,589	\$34,338,589

* Funds which have their total resources invested in S.T.I.P.

